

EXECUTIVE BUDGET BILL

A bill to make appropriations for various state departments and agencies; the judicial branch, and the legislative branch for the fiscal years ending September 30, 2014; to provide anticipated appropriations for the fiscal year ending September 30, 2015; to provide a nonbinding schedule of programs; to provide for certain conditions on appropriations; to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

	For Fiscal	For Fiscal
	Year Ending	Year Ending
	Sept. 30, 2014	Sept. 30, 2015
APPROPRIATION SUMMARY		
GROSS APPROPRIATION	\$ 36,605,331,100	\$ 37,465,940,900
Total interdepartmental grants and		
intradepartmental transfers.....	837,909,700	822,389,400
ADJUSTED GROSS APPROPRIATION	\$ 35,767,421,400	\$ 36,643,551,500
Total federal revenues	18,955,436,700	19,796,829,000
Total local revenues	345,485,000	345,665,100
Total private revenues	136,107,600	136,191,500
Total other state restricted revenues	8,795,230,900	8,846,828,100
State general fund/general purpose	\$ 7,535,161,200	\$ 7,518,037,800

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15 **Article 1**
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17 **DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT**
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26 **PART 1**

27 **LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS**

28 Sec. 1-101. Subject to the conditions set forth in this article, the amounts listed in
29 this part for the department of agriculture and rural development are appropriated for the
30 fiscal year ending September 30, 2014, and are anticipated to be appropriated for the fiscal
31 year ending September 30, 2015, from the funds indicated in this part. The following is a
32 summary of the appropriations and anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	6.0	6.0
4	Full-time equated classified positions.....	428.0	428.0
5	GROSS APPROPRIATION	\$ 76,993,300	\$ 77,619,900
6	Total interdepartmental grants and		
7	intradepartmental transfers.....	524,300	524,300
8	ADJUSTED GROSS APPROPRIATION	\$ 76,469,000	\$ 77,095,600
9	Total federal revenues	9,720,900	10,035,500
10	Total private revenues	96,900	117,600
11	Total other state restricted revenues	29,020,900	29,241,400
12	State general fund/general purpose	\$ 37,630,300	\$ 37,701,100
13	State general fund/general purpose schedule:		
14	Ongoing state general fund/general purpose	37,030,300	37,701,100
15	One-time state general fund/general purpose	600,000	0
16	Sec. 1-102. DEPARTMENTWIDE		
17	Full-time equated unclassified positions.....	6.0	6.0
18	Full-time equated classified positions.....	27.0	27.0
19	Departmentwide	\$ 6,092,100	\$ 7,318,700
20	GROSS APPROPRIATION	\$ 6,092,100	\$ 7,318,700
21	Appropriated from:		
22	Federal revenues	1,001,200	1,315,800
23	Private revenues	76,500	97,200
24	State restricted revenues	653,900	874,400
25	State general fund/general purpose	\$ 4,360,500	\$ 5,031,300
26	Schedule of programs:		
27	Commissions and boards	23,800	23,800
28	Unclassified positions	707,000	707,000
29	Executive direction	1,360,200	1,360,200
30	Rent and building occupancy charges	1,061,600	1,061,600
31	Operational services	1,041,700	1,041,700
32	Active and retiree insurance and pension adjustment	0	1,226,600

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Emergency management	800,700	800,700
2	Statistical reporting services	148,700	148,700
3	Accounting service center	948,400	948,400
4	Sec. 1-103. INFORMATION AND TECHNOLOGY		
5	Information and technology	\$ 1,444,700	\$ 1,444,700
6	GROSS APPROPRIATION	\$ 1,444,700	\$ 1,444,700
7	Appropriated from:		
8	Interdepartmental grant revenues	3,100	3,100
9	State restricted revenues	147,300	147,300
10	State general fund/general purpose	\$ 1,294,300	\$ 1,294,300
11	Schedule of programs:		
12	Information technology services and projects	1,444,700	1,444,700
13	Sec. 1-104. FOOD AND DAIRY		
14	Full-time equated classified positions.....	101.0	101.0
15	Food and dairy	\$ 14,702,500	\$ 14,702,500
16	GROSS APPROPRIATION	\$ 14,702,500	\$ 14,702,500
17	Appropriated from:		
18	Federal revenues	1,280,200	1,280,200
19	State restricted revenues	3,644,400	3,644,400
20	State general fund/general purpose	\$ 9,777,900	\$ 9,777,900
21	Schedule of programs:		
22	Food safety and quality assurance	10,881,200	10,881,200
23	Milk safety and quality assurance	3,821,300	3,821,300
24	Sec. 1-105. ANIMAL INDUSTRY		
25	Full-time equated classified positions.....	60.0	60.0
26	Animal industry	\$ 8,756,100	\$ 8,756,100
27	GROSS APPROPRIATION	\$ 8,756,100	\$ 8,756,100
28	Appropriated from:		
29	Federal revenues	558,800	558,800
30	State restricted revenues	226,600	226,600
31	State general fund/general purpose	\$ 7,970,700	\$ 7,970,700
32	Schedule of programs:		

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Animal disease prevention and response	8,706,100	8,706,100
2	Indemnification - livestock depredation	50,000	50,000
3	Sec. 1-106. PESTICIDE AND PLANT PEST MANAGEMENT		
4	Full-time equated classified positions.....	86.0	86.0
5	Pesticide and plant pest management	\$ 11,613,000	\$ 11,613,000
6	GROSS APPROPRIATION	\$ 11,613,000	\$ 11,613,000
7	Appropriated from:		
8	Federal revenues	1,658,500	1,658,500
9	Private revenues	20,400	20,400
10	State restricted revenues	5,180,400	5,180,400
11	State general fund/general purpose	\$ 4,753,700	\$ 4,753,700
12	Schedule of programs:		
13	Pesticide and plant pest management	10,876,300	10,876,300
14	Producer security / grain dealers	736,700	736,700
15	Sec. 1-107. ENVIRONMENTAL STEWARDSHIP		
16	Full-time equated classified positions.....	50.0	50.0
17	Environmental stewardship	\$ 11,427,500	\$ 11,427,500
18	GROSS APPROPRIATION	\$ 11,427,500	\$ 11,427,500
19	Appropriated from:		
20	Interdepartmental grant revenues	310,200	310,200
21	Federal revenues	1,216,600	1,216,600
22	State restricted revenues	6,599,600	6,599,600
23	State general fund/general purpose	\$ 3,301,100	\$ 3,301,100
24	Schedule of programs:		
25	Michigan agriculture environmental assurance program	1,668,800	1,668,800
26	Environmental stewardship	6,020,400	6,020,400
27	Farmland and open space preservation	1,300,000	1,300,000
28	Local conservation districts	100	100
29	Private forest development program	200,000	200,000
30	Right-to-farm	571,400	571,400
31	Migrant labor housing	1,198,500	1,198,500
32	Intercounty drain	468,300	468,300

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Sec. 1-108. LABORATORY PROGRAM		
2	Full-time equated classified positions.....	90.0	90.0
3	Laboratory program	\$ <u>13,173,400</u>	\$ <u>13,173,400</u>
4	GROSS APPROPRIATION	\$ 13,173,400	\$ 13,173,400
5	Appropriated from:		
6	Interdepartmental grant revenues	211,000	211,000
7	Federal revenues	2,584,900	2,584,900
8	State restricted revenues	8,192,800	8,192,800
9	State general fund/general purpose	\$ 2,184,700	\$ 2,184,700
10	<i>Schedule of programs:</i>		
11	Laboratory services	5,571,300	5,571,300
12	USDA monitoring	1,586,000	1,586,000
13	Consumer protection program	6,016,100	6,016,100
14	Sec. 1-109. AGRICULTURE DEVELOPMENT		
15	Full-time equated classified positions.....	13.0	13.0
16	Agriculture development	\$ <u>5,435,200</u>	\$ <u>5,435,200</u>
17	GROSS APPROPRIATION	\$ 5,435,200	\$ 5,435,200
18	Appropriated from:		
19	Federal revenues	1,420,700	1,420,700
20	State restricted revenues	908,700	908,700
21	State general fund/general purpose	\$ 3,105,800	\$ 3,105,800
22	<i>Schedule of programs:</i>		
23	Agriculture development	2,582,600	2,582,600
24	Grape and wine program	802,600	802,600
25	Food and agriculture industry growth initiative	1,000,000	1,000,000
26	Rural development value-added grants	1,050,000	1,050,000
27	Sec. 1-110. FAIRS AND EXPOSITIONS		
28	Full-time equated classified positions.....	1.0	1.0
29	Fairs and expositions	\$ <u>3,448,800</u>	\$ <u>3,448,800</u>
30	GROSS APPROPRIATION	\$ 3,448,800	\$ 3,448,800
31	Appropriated from:		
32	State restricted revenues	3,167,200	3,167,200

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	State general fund/general purpose	\$ 281,600	\$ 281,600
2	<i>Schedule of programs:</i>		
3	<i>Fairs and racing</i>	<i>356,600</i>	<i>356,600</i>
4	<i>County fairs capital improvement grants</i>	<i>281,600</i>	<i>281,600</i>
5	<i>Purses and supplements-fairs/licensed tracks</i>	<i>708,300</i>	<i>708,300</i>
6	<i>Licensed tracks-light horse racing</i>	<i>40,300</i>	<i>40,300</i>
7	<i>Light horse racing - breeders' awards</i>	<i>20,000</i>	<i>20,000</i>
8	<i>Standardbred breeders' awards</i>	<i>285,900</i>	<i>285,900</i>
9	<i>Standardbred purses and supplements-licensed tracks</i>	<i>527,800</i>	<i>527,800</i>
10	<i>Standardbred sire stakes</i>	<i>239,000</i>	<i>239,000</i>
11	<i>Thoroughbred supplements - licensed tracks</i>	<i>385,900</i>	<i>385,900</i>
12	<i>Thoroughbred breeders' awards</i>	<i>358,600</i>	<i>358,600</i>
13	<i>Thoroughbred sire stakes</i>	<i>244,800</i>	<i>244,800</i>
14	Sec. 1-111. CAPITAL OUTLAY		
15	Capital outlay	\$ <u>300,000</u>	\$ <u>300,000</u>
16	GROSS APPROPRIATION	\$ 300,000	\$ 300,000
17	<i>Appropriated from:</i>		
18	State restricted revenues	300,000	300,000
19	State general fund/general purpose	\$ 0	\$ 0
20	<i>Schedule of programs:</i>		
21	<i>Farmland and open space development acquisition</i>	<i>300,000</i>	<i>300,000</i>
22	Sec. 1-112. ONE-TIME APPROPRIATIONS		
23	One-time appropriations	\$ <u>600,000</u>	\$ <u>0</u>
24	GROSS APPROPRIATION	\$ 600,000	\$ 0
25	<i>Appropriated from:</i>		
26	State general fund/general purpose	\$ 600,000	\$ 0
27	<i>Schedule of programs:</i>		
28	<i>Private forestry program</i>	<i>600,000</i>	<i>0</i>

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2014

1 **GENERAL SECTIONS**

2 Sec. 1-201. Pursuant to section 30 of article IX of the state constitution of 1963,
3 total state spending from state resources under part 1 for fiscal years 2013-2014 is
4 \$66,651,200.00 and state spending from state resources to be paid to local units of
5 government for fiscal years 2013-2014 is \$3,500,000.00. The itemized statement below
6 identifies appropriations from which spending to local units of government will occur:

7 DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

8 Environmental stewardship \$ 3,500,000

9 Sec. 1-203. As used in this article:

10 (a) "Department" means the department of agriculture and rural development.

11 (b) "Director" means the director of the department.

12 (c) "USDA" means the United States department of agriculture.

13 Sec. 1-206. (1) In addition to the funds appropriated in part 1, there is appropriated
14 an amount not to exceed \$5,000,000.00 for federal contingency funds. These funds are not
15 available for expenditure until they have been transferred to another line item in this
16 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

17 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
18 not to exceed \$6,000,000.00 for state restricted contingency funds. These funds are not
19 available for expenditure until they have been transferred to another line item in this
20 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

21 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
22 not to exceed \$100,000.00 for local contingency funds. These funds are not available for
23 expenditure until they have been transferred to another line item in this article under
24 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

25 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
26 not to exceed \$100,000.00 for private contingency funds. These funds are not available for
27 expenditure until they have been transferred to another line item in this article under
28 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

29 Sec. 1-207. The department shall cooperate with the department of technology,
30 management and budget to maintain a searchable website accessible by the public at no cost
31 that includes, but is not limited to, all of the following for each department or agency:

32 (a) Fiscal year-to-date expenditures by category.

1 (b) Fiscal year-to-date expenditures by appropriation unit.

2 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,
3 payment date, payment amount, and payment description.

4 (d) The number of active department employees by job classification.

5 (e) Job specifications and wage rates.

6 Sec. 1-218. The departments and agencies receiving appropriations in part 1 shall
7 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
8 travel report shall be a listing of all travel by classified and unclassified employees
9 outside this state in the immediately preceding fiscal year that was funded in whole or in
10 part with funds appropriated in the department's budget. The report shall be submitted to the
11 senate and house appropriations committees, the house and senate fiscal agencies, and the
12 state budget director. The report shall include the following information:

13 (a) The dates of each travel occurrence.

14 (b) The transportation and related costs of each travel occurrence, including the
15 proportion funded with state general fund/general purpose revenues, the proportion funded
16 with state restricted revenues, the proportion funded with federal revenues, and the
17 proportion funded with other revenues.

18 Sec. 1-228. Not later than November 30, the state budget office shall prepare and
19 transmit a report that provides for estimates of the total general fund/general purpose
20 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
21 projected year-end general fund/general purpose appropriation lapses by major departmental
22 program or program areas. The report shall be transmitted to the chairpersons of the senate
23 and house appropriations committees, and the senate and house fiscal agencies.

24 Sec. 1-229. Within 14 days after the release of the executive budget recommendation,
25 the department shall cooperate with the state budget office to provide the senate and house
26 appropriations chairs, the senate and house appropriations subcommittees chairs, and the
27 senate and house fiscal agencies with an annual report on estimated state restricted fund
28 balances, state restricted fund projected revenues, and state restricted fund expenditures
29 for the fiscal years ending September 30, 2013 and September 30, 2014.

30 Sec. 1-230. Funds appropriated in part 1 shall not be used by a principal executive
31 department, state agency, or authority to hire a person to provide legal services that are
32 the responsibility of the attorney general. This prohibition does not apply to legal services

1 for bonding activities and for those outside services that the attorney general authorizes.

2 Sec. 1-232. The department shall maintain, on a publicly accessible website, a
3 department scorecard that identifies, tracks and regularly updates key metrics that are used
4 to monitor and improve the agency's performance.

5
6 **DEPARTMENTWIDE**

7 Sec. 1-301. (1) Pursuant to the appropriations in part 1, the department may receive
8 and expend revenue and use that revenue to cover necessary expenses related to publications,
9 audit and licensing functions, livestock sales, certification of nursery stock, and
10 laboratory analyses as specified in the following:

11 (a) Management services publications.

12 (b) Management services audit and licensing functions.

13 (c) Pesticide and plant pest management propagation and certification of virus-free
14 foundation stock.

15 (d) Pesticide and plant pest management grading services.

16 (e) Laboratory support testing for testing horses in draft horse pulling contests at
17 county fairs when local jurisdictions request state assistance.

18 (f) Laboratory support analyses to determine foreign substances in horses engaged in
19 racing or pulling contests at tracks.

20 (g) Laboratory support analyses of food, livestock, and agricultural products for
21 disease, foreign products for disease, toxic materials, foreign substances, and quality
22 standards.

23 (h) Laboratory support test samples for other agencies and organizations.

24 (i) Fruit and vegetable inspection at shipping and termination points and processing
25 plants.

26 (2) The department shall notify the senate and house appropriations subcommittees on
27 agriculture and rural development and the senate and house fiscal agencies 30 days prior to
28 proposing changes in fees authorized under this section or under section 5 of 1915 PA 91, MCL
29 285.35.

30 (3) Annually, before February 1, the department shall provide a report to the senate
31 and house appropriations subcommittees on agriculture and rural development and the senate
32 and house fiscal agencies detailing all the fees charged by the department under the

1 authorization provided in this section, including, but not limited to, rates, number of
2 individuals paying each fee, and the revenue generated by each fee in the previous fiscal
3 year.

5 **AGRICULTURE DEVELOPMENT**

6 Sec. 1-701. (1) The department shall establish and administer a rural development
7 value-added grant program. The program shall promote the expansion of value-added
8 agricultural production, processing, and access within the state.

9 (2) The department shall award grants on a competitive basis from the funds
10 appropriated in part 1 for rural development value-added grants. Grantees will be required to
11 provide a cash match and identify measurable project outcomes. Eligible grantees may include,
12 but are not limited to, individuals, partnerships, cooperatives, private or public
13 corporations, and local units of government.

14 (3) A joint evaluation committee shall be selected by the director with
15 representatives with agriculture, business, and economic development expertise. The joint
16 evaluation committee shall identify criteria, evaluate applications, and provide
17 recommendation to the director for final approval of grant awards.

18 (4) The department may expend money from the funds appropriated in part 1 for the
19 rural development value-added grants for administering the program.

20 (5) The department shall provide an interim report no later than March 15, 2014 and
21 year-end report no later than September 30, 2014 to the senate and house appropriations
22 subcommittees on agriculture and rural development and the senate and house fiscal agencies,
23 including the grantees, award amount, match funding, and project outcomes.

25 **FAIRS AND EXPOSITIONS**

26 Sec. 1-802. All appropriations from the agriculture equine industry development fund,
27 except for the racing commission and laboratory analysis program appropriations, shall be
28 reduced proportionately if revenues to the agriculture equine industry development fund
29 decline during the fiscal year ending September 30, 2013 to a level lower than the amounts
30 appropriated in section 1-110.

31 Sec. 1-805. (1) The department shall establish and administer a county fairs capital
32 improvement grant program. The program shall assist in the promotion of building improvements

1 or other capital improvements at county fairgrounds of the state.

2 (2) The department shall award grants on a competitive basis to county fair
3 organizations from the funds appropriated in part 1 for county fairs capital improvements
4 grants. Grantees will be required to provide a dollar-for-dollar cash match with grant awards
5 and identify measurable project outcomes.

6 (3) The department shall identify criteria, evaluate applications, and provide
7 recommendations to the director for final approval of grant awards.

8 (4) The department may expend money from the funds appropriated in part 1 for the
9 county fairs capital improvement grants for administering the program.

10 (5) The department shall provide an interim report no later than March 15, 2014 and a
11 year-end report no later than September 30, 2014 to the senate and house appropriations
12 subcommittees on agriculture and rural development and the senate and house fiscal agencies,
13 including the grantees, award amount, match funding, and project outcomes.

14
15 **CAPITAL OUTLAY**

16 Sec. 1-1003. The appropriations in part 1 for capital outlay shall be carried forward
17 at the end of the fiscal year consistent with the provisions of section 248 of the management
18 and budget act, 1984 PA 431, MCL 18.1248.

19
20 **ONE-TIME APPROPRIATIONS**

21 Sec. 1-1103. (1) The appropriations in part 1 for the private forestry program is for
22 the purpose of increasing the knowledge of nonindustrial private forestland owners of sound
23 forest management practices and increasing the amount of commercial timber production from
24 those lands.

25 (2) The department shall work in partnership with stakeholder groups and other state
26 and federal agencies to increase the active management of nonindustrial private forestland to
27 foster the growth of Michigan's timber product industry.

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14 **Article 2**

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16 **DEPARTMENT OF ATTORNEY GENERAL**
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26 PART 1

27 LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

28 Sec. 2-101. Subject to the conditions set forth in this article, the amounts listed in
29 this part for the department of attorney general are appropriated for the fiscal year ending
30 September 30, 2014, and are anticipated to be appropriated for the fiscal year ending
31 September 30, 2015, from the funds indicated in this part. The following is a summary of the
32 appropriations and anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	DEPARTMENT OF ATTORNEY GENERAL		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	6.0	6.0
4	Full-time equated classified positions.....	511.0	511.0
5	GROSS APPROPRIATION	\$ 89,306,900	\$ 90,935,700
6	Total interdepartmental grants and		
7	intradepartmental transfers.....	27,355,500	27,852,700
8	ADJUSTED GROSS APPROPRIATION	\$ 61,951,400	\$ 63,083,000
9	Total federal revenues	9,838,200	10,024,600
10	Total local revenues	0	0
11	Total private revenues	0	0
12	Total other state restricted revenues	17,631,900	17,945,300
13	State general fund/general purpose	\$ 34,481,300	\$ 35,113,100
14	State general fund/general purpose schedule:		
15	Ongoing state general fund/general purpose	34,481,300	35,113,100
16	One-time general fund/general purpose	0	0
17	Sec. 2-102. ATTORNEY GENERAL OPERATIONS		
18	Full-time equated unclassified positions.....	6.0	6.0
19	Full-time equated classified positions.....	499.0	499.0
20	Attorney general operations	\$ 87,232,600	\$ 88,861,400
21	GROSS APPROPRIATION	\$ 87,232,600	\$ 88,861,400
22	Appropriated from:		
23	Interdepartmental grant revenues	27,198,400	27,695,600
24	Federal revenues	9,723,800	9,910,200
25	State restricted revenues	17,226,600	17,540,000
26	State general fund/general purpose	\$ 33,083,800	\$ 33,715,600
27	Schedule of programs:		
28	Attorney general	112,500	112,500
29	Unclassified positions	707,000	707,000
30	Attorney general operations	80,627,700	80,627,700
31	Child support enforcement	3,434,200	3,434,200
32	Information technology services and projects	1,448,400	1,448,400

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Public safety initiative	902,800	902,800
2	Active and retiree insurance and pension adjustment	0	1,628,800
3	Sec. 2-103. PROSECUTING ATTORNEYS COORDINATING COUNCIL		
4	Full-time equated classified positions.....	12.0	12.0
5	Prosecuting attorneys coordinating council	\$ 2,074,300	\$ 2,074,300
6	GROSS APPROPRIATION	\$ 2,074,300	2,074,300
7	Appropriated from:		
8	Interdepartmental grant revenues	157,100	157,100
9	Federal revenues	114,400	114,400
10	State restricted revenues	405,300	405,300
11	State general fund/general purpose	\$ 1,397,500	\$ 1,397,500
12	Schedule of programs:		
13	Prosecuting attorneys coordinating council	2,074,300	2,074,300

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15 PART 2

16 PROVISIONS CONCERNING APPROPRIATIONS

17 FISCAL YEAR 2014

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19 GENERAL SECTIONS

20 Sec. 2-201. Pursuant to section 30 of article IX of the state constitution of 1963,

21 total state spending from state resources under part 1 for fiscal year 2013-2014 is

22 \$52,113,200.00 and state spending from state resources to be paid to local units of

23 government for fiscal year 2013-2014 is \$0.00.

24 Sec. 2-203. As used in this article:

- 25 (a) "MCL" means the Michigan Compiled Laws.
- 26 (b) "PA" means public act.
- 27 (c) "RS" means revised statutes.

28 Sec. 2-206. The department shall cooperate with the department of technology,

29 management and budget to maintain a searchable website accessible by the public at no cost

30 that includes, but is not limited to, all of the following for each department or agency:

- 31 (a) Fiscal year-to-date expenditures by category.
- 32 (b) Fiscal year-to-date expenditures by appropriation unit.

1 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,
2 payment date, payment amount, and payment description.

3 (d) The number of active department employees by job classification.

4 (e) Job specifications and wage rates.

5 Sec. 2-216. The departments and agencies receiving appropriations in part 1 shall
6 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
7 travel report shall be a listing of all travel by classified and unclassified employees
8 outside this state in the immediately preceding fiscal year that was funded in whole or in
9 part with funds appropriated in the department's budget. The report shall be submitted to the
10 senate and house appropriations committees, the house and senate fiscal agencies, and the
11 state budget director. The report shall include the following information:

12 (a) The dates of each travel occurrence.

13 (b) The transportation and related costs of each travel occurrence, including the
14 proportion funded with state general fund/general purpose revenues, the proportion funded
15 with state restricted revenues, the proportion funded with federal revenues, and the
16 proportion funded with other revenues.

17 Sec. 2-217. Not later than November 30, the state budget office shall prepare and
18 transmit a report that provides for estimates of the total general fund/general purpose
19 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
20 projected year-end general fund/general purpose appropriation lapses by major departmental
21 program or program areas. The report shall be transmitted to the chairpersons of the senate
22 and house appropriations committees, and the senate and house fiscal agencies.

23 Sec. 2-218. Within 14 days after the release of the executive budget recommendation,
24 the department shall cooperate with the state budget office to provide the senate and house
25 appropriations chairs, the senate and house appropriations subcommittees chairs, and the
26 senate and house fiscal agencies with an annual report on estimated state restricted fund
27 balances, state restricted fund projected revenues, and state restricted fund expenditures
28 for the fiscal years ending September 30, 2013 and September 30, 2014.

29 Sec. 2-219. The department shall maintain, on a publicly accessible website, a
30 department scorecard that identifies, tracks and regularly updates key metrics that are used
31 to monitor and improve the agency's performance.

32 Sec. 2-226. Funds appropriated in part 1 shall not be used by a principal executive

1 department, state agency, or authority to hire a person to provide legal services that are
2 the responsibility of the attorney general. This prohibition does not apply to legal services
3 for bonding activities and for those outside services that the attorney general authorizes.

4 Sec. 2-301. (1) In addition to the funds appropriated in part 1, there is appropriated
5 an amount not to exceed \$1,500,000.00 for federal contingency funds. These funds are not
6 available for expenditure until they have been transferred to another line item in this
7 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

8 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
9 not to exceed \$1,500,000.00 for state restricted contingency funds. These funds are not
10 available for expenditure until they have been transferred to another line item in this
11 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

12 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
13 not to exceed \$100,000.00 for local contingency funds. These funds are not available for
14 expenditure until they have been transferred to another line item in this article under
15 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

16 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
17 not to exceed \$100,000.00 for private contingency funds. These funds are not available for
18 expenditure until they have been transferred to another line item in this article under
19 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

20 Sec. 2-302. (1) The attorney general shall perform all legal services, including
21 representation before courts and administrative agencies rendering legal opinions and
22 providing legal advice to a principal executive department or state agency. A principal
23 executive department or state agency shall not employ or enter into a contract with any other
24 person for services described in this section.

25 (2) The attorney general shall defend judges of all state courts if a claim is made or
26 a civil action is commenced for injuries to persons or property caused by the judge through
27 the performance of the judge's duties while acting within the scope of his or her authority
28 as a judge.

29 (3) The attorney general shall perform the duties specified in 1846 RS 12, MCL 14.28
30 to 14.35, and 1919 PA 232, MCL 14.101 to 14.102, and as otherwise provided by law.

31 Sec. 2-303. The attorney general may sell copies of the biennial report in excess of
32 the 350 copies that the attorney general may distribute on a gratis basis. Gratis copies

1 shall not be provided to members of the legislature. Electronic copies of biennial reports
2 shall be made available on the department of attorney general's website. The attorney general
3 shall sell copies of the report at not less than the actual cost of the report and shall
4 deposit the money received into the general fund.

5 Sec. 2-304. The department of attorney general is responsible for the legal
6 representation for state of Michigan state employee worker's disability compensation cases.
7 The risk management revolving fund revenue appropriation in part 1 is to be satisfied by
8 billings from the department of attorney general for the actual costs of legal
9 representation, including salaries and support costs.

10 Sec. 2-305. In addition to the funds appropriated in part 1, not more than \$400,000.00
11 shall be reimbursed per fiscal year for food stamp fraud cases heard by the third circuit
12 court of Wayne County that were initiated by the department of attorney general pursuant to
13 the existing contract between the department of human services, the prosecuting attorneys
14 association of Michigan, and the department of attorney general. The source of this funding
15 is money earned by the department of attorney general under the agreement after the allowance
16 for reimbursement to the department of attorney general for costs associated with the
17 prosecution of food stamp fraud cases. It is recognized that the federal funds are earned by
18 the department of attorney general for its documented progress on the prosecution of food
19 stamp fraud cases according to the United States department of agriculture regulations and
20 that, once earned by this state, the funds become state funds.

21 Sec. 2-306. Any proceeds from a lawsuit initiated by or settlement agreement entered
22 into on behalf of this state against a manufacturer of tobacco products by the attorney
23 general are state funds and are subject to appropriation as provided by law.

24 Sec. 2-307. (1) In addition to the antitrust revenues in part 1, antitrust, securities
25 fraud, consumer protection or class action enforcement revenues, or attorney fees recovered
26 by the department, not to exceed \$250,000.00, are appropriated to the department for
27 antitrust, securities fraud, and consumer protection or class action enforcement cases.

28 (2) Any unexpended funds from antitrust, securities fraud, or consumer protection or
29 class action enforcement revenues at the end of the fiscal year, including antitrust funds in
30 part 1, may be carried forward for expenditure in the following fiscal year up to the maximum
31 authorization of \$250,000.00.

32 Sec. 2.308. (1) In addition to the funds appropriated in part 1, there is appropriated

1 up to \$500,000.00 from litigation expense reimbursements awarded to the state.

2 (2) The funds may be expended for the payment of court judgments, settlements,
3 arbitration awards or other administrative litigation decisions, attorney fees, and
4 litigation costs assessed against the office of the governor, the department of the attorney
5 general, the governor, or the attorney general when acting in an official capacity as the
6 named party in litigation against the state. The funds may also be expended for the payment
7 of state costs incurred under section 16 of chapter X of the code of criminal procedure, 1927
8 PA 175, MCL 770.16.

9 (3) Unexpended funds at the end of the fiscal year may be carried forward for
10 expenditure in the following year, up to a maximum authorization of \$500,000.00.

11 Sec. 2-309. From the prisoner reimbursement funds appropriated in part 1, the
12 department may spend up to \$497,900.00 on activities related to the state correctional
13 facilities reimbursement act, 1935 PA 253, MCL 800.401 to 800.406. In addition to the funds
14 appropriated in part 1, if the department collects in excess of \$1,131,000.00 in gross annual
15 prisoner reimbursement receipts provided to the general fund, the excess, up to a maximum of
16 \$1,000,000.00, is appropriated to the department of attorney general and may be spent on the
17 representation of the department of corrections and its officers, employees, and agents,
18 including, but not limited to, the defense of litigation against the state, its departments,
19 officers, employees, or agents in civil actions filed by prisoners.

20 Sec. 2-310. (1) For the purposes of providing title IV-D child support enforcement
21 funding, the department of human services, as the state IV-D agency, shall maintain a
22 cooperative agreement with the attorney general for federal IV-D funding to support the child
23 support enforcement activities within the office of the attorney general.

24 (2) The attorney general or his or her designee shall, to the extent allowable under
25 federal law, have access to any information used by the state to locate parents who fail to
26 pay court-ordered child support.

27 Sec. 2-312. The department of attorney general shall not receive and expend funds in
28 addition to those authorized in part 1 for legal services provided specifically to other
29 state departments or agencies except for costs for expert witnesses, court costs, or other
30 nonsalary litigation expenses associated with a pending legal action.

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14 **Article 3**

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16 **DEPARTMENT OF CIVIL RIGHTS**
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26 **PART 1**

27 **LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS**

28 Sec. 3-101. Subject to the conditions set forth in this article, the amounts listed in
29 this part for the department of civil rights are appropriated for the fiscal year ending
30 September 30, 2014, and are anticipated to be appropriated for the fiscal year ending
31 September 30, 2015 from the funds indicated in this part. The following is a summary of the
32 appropriations and anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	DEPARTMENT OF CIVIL RIGHTS		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	6.0	6.0
4	Full-time equated classified positions.....	122.0	122.0
5	GROSS APPROPRIATION	\$ 15,198,300	\$ 15,491,700
6	Total interdepartmental grants and		
7	intradepartmental transfers.....	0	0
8	ADJUSTED GROSS APPROPRIATION	\$ 15,198,300	\$ 15,491,700
9	Total federal revenues	2,690,200	2,745,000
10	Total private revenues	18,700	18,700
11	Total other state restricted revenues	151,900	151,900
12	State general fund/general purpose	\$ 12,337,500	\$ 12,576,100
13	State general fund/general purpose schedule:		
14	Ongoing state general fund/general purpose	12,337,500	12,576,100
15	One-time state general fund/general purpose	0	0
16	Sec. 3-102. CIVIL RIGHTS OPERATIONS		
17	Full-time equated unclassified positions.....	6.0	6.0
18	Full-time equated classified positions.....	122.0	122.0
19	Civil rights operations	\$ 15,198,300	\$ 15,491,700
20	GROSS APPROPRIATION	\$ 15,198,300	\$ 15,491,700
21	Appropriated from:		
22	Federal revenues	2,690,200	2,745,000
23	Private revenues	18,700	18,700
24	State restricted revenues	151,900	151,900
25	State general fund/general purpose	\$ 12,337,500	\$ 12,576,100
26	Schedule of programs:		
27	Unclassified positions	707,000	707,000
28	Civil rights operations	12,683,300	12,683,300
29	Commission on disability concerns	771,300	771,300
30	Hispanic/Latino commission of Michigan	255,600	255,600
31	Asian Pacific American affairs commission	103,800	103,800
32	Information technology services and projects	677,300	677,300

For Fiscal
Year Ending
Sept. 30, 2014

For Fiscal
Year Ending
Sept. 30, 2015

Active and retiree insurance and pension

adjustment 0 293,400

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2014

GENERAL SECTIONS

Sec. 3-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is \$12,489,400.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is \$0.

Sec. 3-216. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

(b) The transportation and related costs of each travel occurrence, including the proportion funded with state general fund/general purpose revenues, the proportion funded with state restricted revenues, the proportion funded with federal revenues, and the proportion funded with other revenues.

Sec. 3-226. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 3-227. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund

1 balances, state restricted fund projected revenues, and state restricted fund expenditures
2 for the fiscal years ending September 30, 2013 and September 30, 2014.

3 Sec. 3-228. Not later than November 30, the state budget office shall prepare and
4 transmit a report that provides for estimates of the total general fund/general purpose
5 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
6 projected year-end general fund/general purpose appropriation lapses by major departmental
7 program or program areas. The report shall be transmitted to the chairpersons of the senate
8 and house appropriations committees, and the senate and house fiscal agencies.

9 Sec. 3-233. The department shall maintain, on a publicly accessible website, a
10 department scorecard that identifies, tracks and regularly updates key metrics that are used
11 to monitor and improve the agency's performance.

12 Sec. 3-235. The department shall cooperate with the department of technology,
13 management and budget to maintain a searchable website accessible by the public at no cost
14 that includes, but is not limited to, all of the following for each department or agency:

15 (a) Fiscal year-to-date expenditures by category.

16 (b) Fiscal year-to-date expenditures by appropriation unit.

17 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,
18 payment date, payment amount, and payment description.

19 (d) The number of active department employees by job classification.

20 (e) Job specifications and wage rates.

21 22 **CIVIL RIGHTS OPERATIONS**

23 Sec. 3-401. (1) In addition to the funds appropriated in part 1, there is appropriated
24 an amount not to exceed \$2,000,000.00 for federal contingency funds. These funds are not
25 available for expenditure until they have been transferred to another line item in this
26 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

27 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
28 not to exceed \$750,000.00 for private contingency funds. These funds are not available for
29 expenditure until they have been transferred to another line item in this article under
30 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

31 Sec. 3-402. (1) In addition to the appropriations contained in part 1, the department
32 of civil rights may receive and expend funds from local or private sources for all of the

1 following purposes:

2 (a) Developing and presenting training for employers on equal employment opportunity
3 law and procedures.

4 (b) The publication and sale of civil rights related informational material.

5 (c) The provision of copy material made available under freedom of information
6 requests.

7 (d) Other copy fees, subpoena fees, and witness fees.

8 (e) Developing, presenting, and participating in mediation processes for certain civil
9 rights cases.

10 (f) Workshops, seminars, and recognition or award programs consistent with the
11 programmatic mission of the individual unit sponsoring or coordinating the programs.

12 (g) Staffing costs for all activities included in subsection.

13 (2) The department of civil rights shall annually report to the state budget director,
14 the senate and house of representatives standing committees on appropriations, and the senate
15 and house fiscal agencies the amount of funds received and expended for purposes authorized
16 under this section.

17 Sec. 3-403. The department of civil rights may contract with local units of government
18 to review equal employment opportunity compliance of potential contractors and may charge for
19 and expend amounts received from local units of government for the purpose of developing and
20 providing these contractual services.

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14 **Article 4**

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16 **DEPARTMENT OF COMMUNITY HEALTH**
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26 **PART 1**

27 **LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS**

28 Sec. 4-101. Subject to the conditions set forth in this article, the amounts listed in
29 this part for the department of community health are appropriated for the fiscal year ending
30 September 30, 2014, and are anticipated to be appropriated for the fiscal year ending
31 September 30, 2015, from the funds indicated in this part. The following is a summary of the
32 appropriations and anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	DEPARTMENT OF COMMUNITY HEALTH		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	6.0	6.0
4	Full-time equated classified positions.....	3,583.6	3,583.6
5	GROSS APPROPRIATION	\$ 16,634,251,000	\$ 17,478,248,000
6	Total interdepartmental grants	10,056,100	10,056,100
7	ADJUSTED GROSS APPROPRIATION	\$ 16,624,194,900	\$ 17,468,191,900
8	Total federal revenues	11,392,469,900	12,225,389,200
9	Total local revenues	227,545,600	227,545,600
10	Total private revenues	106,333,300	106,333,300
11	Total other state restricted revenues	2,172,313,600	2,173,463,200
12	State general fund/general purpose	\$ 2,725,532,500	\$ 2,735,460,600
13	State general fund/general purpose schedule:		
14	Ongoing state general fund/general purpose	2,717,907,500	2,735,460,600
15	One-time state general fund/general purpose	7,625,000	0
16	Sec. 4-102. DEPARTMENTWIDE ADMINISTRATION		
17	Full-time equated unclassified positions.....	6.0	6.0
18	Full-time equated classified positions.....	176.7	176.7
19	Director and other unclassified—6.0 FTE positions	\$ 707,000	\$ 707,000
20	Departmental administration and management—166.7		
21	FTE positions.....	25,069,900	25,069,900
22	Worker's compensation program	6,963,000	6,963,000
23	Rent and building occupancy	9,791,300	9,791,300
24	Developmental disabilities council and projects—10.0		
25	FTE positions.....	3,024,700	3,024,700
26	Active and retiree insurance and pension adjustment ...	0	8,597,000
27	GROSS APPROPRIATION	\$ 45,555,900	\$ 54,152,900
28	Appropriated from:		
29	Total federal revenues	15,196,600	17,775,700
30	Total private revenues	35,200	35,200
31	Total other state restricted revenues	792,700	1,558,300
32	State general fund/general purpose	\$ 29,531,400	\$ 34,783,700

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Sec. 4-103. BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS		
2	Full-time equated classified positions.....	104.0	104.0
3	Behavioral health program administration-103.0 FTE		
4	positions.....	\$ 19,689,400	\$ 19,689,400
5	Gambling addiction-1.0 FTE position	3,002,800	3,002,800
6	Protection and advocacy services support	194,400	194,400
7	Community residential and support services	992,100	992,100
8	Federal and other special projects	2,861,200	2,861,200
9	Family support subsidy	19,364,900	19,803,500
10	Housing and support services	11,322,500	11,322,500
11	GROSS APPROPRIATION	\$ 57,427,300	\$ 57,865,900
12	Appropriated from:		
13	Total federal revenues	19,676,000	19,676,000
14	Social security act, temporary assistance for needy		
15	families.....	19,545,400	19,984,000
16	Total private revenues	200,000	200,000
17	Total other state restricted revenues	3,002,800	3,002,800
18	State general fund/general purpose	\$ 15,003,100	\$ 15,003,100
19	Sec. 4-104. BEHAVIORAL HEALTH SERVICES		
20	Full-time equated classified positions.....	9.5	9.5
21	Medicaid mental health services	\$ 2,187,650,100	\$ 2,206,540,600
22	Community mental health non-Medicaid services	283,688,700	283,688,700
23	Medicaid adult benefits waiver	31,989,600	31,989,600
24	Mental health services for special populations	5,842,800	5,842,800
25	Medicaid substance abuse services	47,696,700	48,329,900
26	CMHSP, purchase of state services contracts	137,761,600	137,761,600
27	Civil service charges	1,499,300	1,499,300
28	Federal mental health block grant-2.5 FTE positions ...	15,440,000	15,440,000
29	State disability assistance program substance abuse		
30	services.....	2,018,800	2,018,800
31	Community substance abuse prevention, education,		
32	and treatment programs.....	80,119,900	80,119,900

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Children's waiver home care program	21,544,800	21,544,800
2	Nursing home PAS/ARR-OBRA-7.0 FTE positions	12,252,100	12,252,100
3	Children with serious emotional disturbance waiver	<u>12,651,000</u>	<u>12,651,000</u>
4	GROSS APPROPRIATION	\$ 2,840,155,400	\$ 2,859,679,100
5	Appropriated from:		
6	Interdepartmental grant revenues:		
7	Interdepartmental grant from the department of human		
8	services.....	6,194,900	6,194,900
9	Total federal revenues	1,619,396,600	1,632,344,700
10	Total local revenues	25,228,900	25,228,900
11	Total other state restricted revenues	22,276,700	22,276,700
12	State general fund/general purpose	\$ 1,167,058,300	\$ 1,173,633,900
13	Sec. 4-105. STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES		
14	Full-time equated classified positions.....	2,130.9	2,130.9
15	Caro regional mental health center-psychiatric		
16	hospital-adult-461.3 FTE positions.....	\$ 60,210,400	\$ 60,210,400
17	Kalamazoo psychiatric hospital-adult-466.1 FTE positions	56,729,700	56,729,700
18	Walter P. Reuther psychiatric hospital-adult-420.8		
19	FTE positions.....	56,323,900	56,323,900
20	Hawthorn center-psychiatric hospital-children		
21	and adolescents-226.4 FTE positions.....	27,925,800	27,925,800
22	Center for forensic psychiatry-556.3 FTE positions	71,187,800	71,187,800
23	Revenue recapture	750,000	750,000
24	IDEA, federal special education	120,000	120,000
25	Special maintenance	332,500	332,500
26	Purchase of medical services for residents of		
27	hospitals and centers.....	445,600	445,600
28	Gifts and bequests for patient living and treatment		
29	environment.....	<u>1,000,000</u>	<u>1,000,000</u>
30	GROSS APPROPRIATION.....	\$ 275,025,700	\$ 275,025,700
31	Appropriated from:		
32	Total federal revenues	34,529,300	34,529,300

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	CMHSP, purchase of state services contracts	137,761,600	137,761,600
2	Total local revenues	19,163,800	19,163,800
3	Total private revenues	1,000,000	1,000,000
4	Total other state restricted revenues	16,733,800	16,733,800
5	State general fund/general purpose	\$ 65,837,200	\$ 65,837,200
6	Sec. 4-106. PUBLIC HEALTH ADMINISTRATION		
7	Full-time equated classified positions.....	102.9	102.9
8	Public health administration-7.3 FTE positions	\$ 1,549,500	\$ 1,549,500
9	Health and wellness initiatives-11.7 FTE positions	8,689,800	8,689,800
10	Minority health grants and contracts-2.5 FTE positions	612,700	612,700
11	Vital records and health statistics-81.4 FTE positions	<u>11,370,600</u>	<u>11,370,600</u>
12	GROSS APPROPRIATION	\$ 22,222,600	\$ 22,222,600
13	Appropriated from:		
14	Interdepartmental grant revenues:		
15	Interdepartmental grant from the department of human		
16	services.....	1,199,200	1,199,200
17	Total federal revenues	4,224,400	4,224,400
18	Total other state restricted revenues	11,970,700	11,970,700
19	State general fund/general purpose	\$ 4,828,300	\$ 4,828,300
20	Sec. 4-107. HEALTH POLICY		
21	Full-time equated classified positions.....	64.8	64.8
22	Emergency medical services program state staff-23.0		
23	FTE positions.....	\$ 6,187,400	\$ 6,187,400
24	Health policy administration-24.1 FTE positions	4,377,600	4,377,600
25	Health innovation grants	3,000,000	3,000,000
26	Nurse education and research program-3.0 FTE positions	1,262,500	1,262,500
27	Certificate of need program administration-12.3 FTE		
28	positions.....	2,763,700	2,763,700
29	Rural health services-1.0 FTE position	1,531,500	1,531,500
30	Michigan essential health provider	1,491,300	1,491,300
31	Primary care services-1.4 FTE positions	<u>3,238,700</u>	<u>3,238,700</u>
32	GROSS APPROPRIATION	\$ 23,852,700	\$ 23,852,700

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Appropriated from:		
2	Interdepartmental grant revenues:		
3	Interdepartmental grant from the department of treasury	114,900	114,900
4	Interdepartmental grant from the department of		
5	licensing and regulatory affairs.....	2,066,400	2,066,400
6	Total federal revenues	6,664,000	6,664,000
7	Total private revenues	255,000	255,000
8	Total other state restricted revenues	7,536,600	7,536,600
9	State general fund/general purpose	\$ 7,215,800	\$ 7,215,800
10	Sec. 4-108. INFECTIOUS DISEASE CONTROL		
11	Full-time equated classified positions.....	49.5	49.5
12	AIDS prevention, testing and care programs-15.7		
13	FTE positions.....	\$ 69,164,400	\$ 69,164,400
14	Immunization program management and field support-12.8		
15	FTE positions.....	14,999,000	14,999,000
16	Pediatric AIDS prevention and control-1.0 FTE position	1,233,100	1,233,100
17	Sexually transmitted disease control management		
18	and field support-20.0 FTE positions	<u>6,213,800</u>	<u>6,213,800</u>
19	GROSS APPROPRIATION	\$ 91,610,300	\$ 91,610,300
20	Appropriated from:		
21	Total federal revenues	42,783,000	42,783,000
22	Total private revenues	38,278,400	38,278,400
23	Total other state restricted revenues	7,696,700	7,696,700
24	State general fund/general purpose	\$ 2,852,200	\$ 2,852,200
25	Sec. 4-109. LABORATORY SERVICES		
26	Full-time equated classified positions.....	100.0	100.0
27	Laboratory services-100.0 FTE positions	<u>\$ 18,167,000</u>	<u>\$ 18,167,000</u>
28	GROSS APPROPRIATION	\$ 18,167,000	\$ 18,167,000
29	Appropriated from:		
30	Interdepartmental grant revenues:		
31	Interdepartmental grant from the department of		
32	environmental quality.....	480,700	480,700

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Total federal revenues	2,271,300	2,271,300
2	Total other state restricted revenues	8,728,000	8,728,000
3	State general fund/general purpose	\$ 6,687,000	\$ 6,687,000
4	Sec. 4-110. EPIDEMIOLOGY		
5	Full-time equated classified positions.....	115.1	115.1
6	AIDS surveillance and prevention program	\$ 2,254,100	\$ 2,254,100
7	Bioterrorism preparedness-55.0 FTE positions	35,466,400	35,466,400
8	Epidemiology administration-41.6 FTE positions	11,224,900	11,224,900
9	Healthy homes program-8.0 FTE positions	2,962,400	2,962,400
10	Newborn screening follow-up and treatment services-		
11	10.5 FTE positions.....	6,026,100	6,026,100
12	Tuberculosis control and prevention	<u>867,000</u>	<u>867,000</u>
13	GROSS APPROPRIATION	\$ 58,800,900	\$ 58,800,900
14	Appropriated from:		
15	Total federal revenues	49,133,000	49,133,000
16	Total private revenues	238,000	238,000
17	Total other state restricted revenues	7,416,800	7,416,800
18	State general fund/general purpose	\$ 2,013,100	\$ 2,013,100
19	Sec. 4-111. LOCAL HEALTH ADMINISTRATION AND GRANTS		
20	Full-time equated classified positions.....	2.0	2.0
21	Essential local public health services	\$ 37,386,100	\$ 37,386,100
22	Implementation of 1993 PA 133, MCL 333.17015	20,000	20,000
23	Local health services-2.0 FTE positions	533,300	533,300
24	Medicaid outreach cost reimbursement to local health		
25	departments.....	<u>9,000,000</u>	<u>9,000,000</u>
26	GROSS APPROPRIATION	\$ 46,939,400	\$ 46,939,400
27	Appropriated from:		
28	Total federal revenues	9,533,300	9,533,300
29	Total local revenues	5,150,000	5,150,000
30	State general fund/general purpose	\$ 32,256,100	\$ 32,256,100
31	Sec. 4-112. CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION		
32	Full-time equated classified positions.....	63.3	63.3

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Cancer prevention and control program-11.0 FTE		
2	positions.....	\$ 14,987,100	\$ 14,987,100
3	Chronic disease control and health promotion		
4	administration-29.4 FTE positions.....	6,273,100	6,273,100
5	Diabetes and kidney program-8.0 FTE positions	1,885,600	1,885,600
6	Injury control intervention project	200,000	200,000
7	Smoking prevention program-12.0 FTE positions	2,202,800	2,202,800
8	Violence prevention-2.9 FTE positions	<u>2,170,600</u>	<u>2,170,600</u>
9	GROSS APPROPRIATION	\$ 27,719,200	\$ 27,719,200
10	Appropriated from:		
11	Total federal revenues	24,626,900	24,626,900
12	Total private revenues	500,000	500,000
13	Total other state restricted revenues	728,400	728,400
14	State general fund/general purpose	\$ 1,863,900	\$ 1,863,900
15	Sec. 4-113. FAMILY, MATERNAL AND CHILDREN'S HEALTH SERVICES		
16	Full-time equated classified positions.....	53.6	53.6
17	Childhood lead program-2.5 FTE positions	\$ 1,243,200	\$ 1,243,200
18	Dental programs-3.0 FTE positions	1,143,800	1,143,800
19	Dental program for persons with developmental		
20	disabilities.....	151,000	151,000
21	Family, maternal, and children's health services		
22	administration-41.6 FTE positions.....	6,835,500	6,835,500
23	Family planning local agreements	9,085,700	9,085,700
24	Local MCH services	7,018,100	7,018,100
25	Pregnancy prevention program	602,100	602,100
26	Prenatal care outreach and service delivery support-		
27	4.0 FTE positions.....	10,601,400	10,601,400
28	Special projects-2.5 FTE positions	7,427,700	7,427,700
29	Sudden infant death syndrome program	<u>321,300</u>	<u>321,300</u>
30	GROSS APPROPRIATION	\$ 44,429,800	\$ 44,429,800
31	Appropriated from:		
32	Total federal revenues	35,709,700	35,709,700

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Total local revenues	75,000	75,000
2	Total private revenues	874,500	874,500
3	State general fund/general purpose	\$ 7,770,600	\$ 7,770,600
4	Sec. 4-114. WOMEN, INFANTS, AND CHILDREN FOOD AND NUTRITION PROGRAM		
5	Full-time equated classified positions.....	45.0	45.0
6	Women, infants, and children program administration		
7	and special projects-45.0 FTE positions.....	\$ 17,832,600	\$ 17,832,600
8	Women, infants, and children program local agreements		
9	and food costs	<u>256,285,000</u>	<u>256,285,000</u>
10	GROSS APPROPRIATION	\$ 274,117,600	\$ 274,117,600
11	Appropriated from:		
12	Total federal revenues	213,039,700	213,039,700
13	Total private revenues	61,077,900	61,077,900
14	State general fund/general purpose	\$ 0	\$ 0
15	Sec. 4-115. CHILDREN'S SPECIAL HEALTH CARE SERVICES		
16	Full-time equated classified positions.....	46.8	46.8
17	Children's special health care services		
18	administration-44.0 FTE positions.....	\$ 5,519,300	\$ 5,519,300
19	Bequests for care and services-2.8 FTE positions	1,511,400	1,511,400
20	Outreach and advocacy	5,510,000	5,510,000
21	Nonemergency medical transportation	1,505,900	1,505,900
22	Medical care and treatment	<u>97,557,700</u>	<u>106,370,100</u>
23	GROSS APPROPRIATION	\$ 111,604,300	\$ 120,416,700
24	Appropriated from:		
25	Total federal revenues	44,054,700	48,697,800
26	Total private revenues	996,800	996,800
27	Total other state restricted revenues	3,848,500	3,848,500
28	State general fund/general purpose	\$ 62,704,300	\$ 66,873,600
29	Sec. 4-116. CRIME VICTIM SERVICES COMMISSION		
30	Full-time equated classified positions.....	13.0	13.0
31	Grants administration services-13.0 FTE positions	\$ 2,099,100	\$ 2,099,100
32	Justice assistance grants	19,106,100	19,106,100

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Crime victim rights services grants	16,570,000	16,570,000
2	GROSS APPROPRIATION	\$ 37,775,200	\$ 37,775,200
3	Appropriated from:		
4	Total federal revenues	23,494,800	23,494,800
5	Total other state restricted revenues	14,280,400	14,280,400
6	State general fund/general purpose	\$ 0	\$ 0
7	Sec. 4-117. OFFICE OF SERVICES TO THE AGING		
8	Full-time equated classified positions.....	40.0	40.0
9	Office of services to aging administration-40.0		
10	FTE positions.....	\$ 6,389,200	\$ 6,389,200
11	Community services	36,614,400	36,614,400
12	Nutrition services	36,744,000	36,744,000
13	Foster grandparent volunteer program	2,233,600	2,233,600
14	Retired and senior volunteer program	627,300	627,300
15	Senior companion volunteer program	1,604,400	1,604,400
16	Employment assistance	3,500,000	3,500,000
17	Respite care program	5,868,700	5,868,700
18	GROSS APPROPRIATION	\$ 93,581,600	\$ 93,581,600
19	Appropriated from:		
20	Total federal revenues	58,154,600	58,154,600
21	Total private revenues	677,500	677,500
22	Merit award trust fund	4,068,700	4,068,700
23	Total other state restricted revenues	1,800,000	1,800,000
24	State general fund/general purpose	\$ 28,880,800	\$ 28,880,800
25	Sec. 4-118. MEDICAL SERVICES ADMINISTRATION		
26	Full-time equated classified positions.....	466.5	466.5
27	Medical services administration-442.5 FTE positions ...	\$ 70,172,200	\$ 70,172,200
28	Facility inspection contract	132,800	132,800
29	MICild administration	4,327,800	4,327,800
30	Electronic health record incentive program-24.0 FTE		
31	positions.....	144,081,400	144,081,400
32	GROSS APPROPRIATION	\$ 218,714,200	\$ 218,714,200

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Appropriated from:		
2	Total federal revenues	191,902,000	191,902,000
3	Total local revenues	105,900	105,900
4	Total private revenues	100,000	100,000
5	Total other state restricted revenues	314,000	314,000
6	State general fund/general purpose	\$ 26,292,300	\$ 26,292,300
7	Sec. 4-119. MEDICAL SERVICES		
8	Hospital services and therapy	\$ 1,244,519,700	\$ 1,254,819,500
9	Hospital disproportionate share payments	45,000,000	45,000,000
10	Physician services	465,599,800	356,131,000
11	Medicare premium payments	438,208,000	470,119,000
12	Pharmaceutical services	269,310,900	269,310,900
13	Home health services	3,783,700	3,859,400
14	Hospice services	102,974,400	105,033,900
15	Transportation	23,572,600	24,024,100
16	Auxiliary medical services	9,517,200	9,517,200
17	Dental services	194,890,600	213,572,100
18	Ambulance services	10,751,000	10,966,000
19	Long-term care services	1,756,486,200	1,791,257,200
20	Integrated care organization services	100	100
21	Medicaid home- and community-based services waiver	299,895,900	299,895,900
22	Adult home help services	308,323,300	314,489,800
23	Personal care services	13,327,200	13,593,700
24	Program of all-inclusive care for the elderly	50,254,300	50,254,300
25	Autism services	39,484,600	46,484,600
26	Health plan services	4,722,693,700	4,615,721,900
27	MIChild program	69,744,400	70,738,800
28	Plan first family planning waiver	13,628,100	13,628,100
29	Medicaid adult benefits waiver	105,877,700	105,877,700
30	Special indigent care payments	23,934,700	23,934,700
31	Federal Medicare pharmaceutical program	196,140,500	196,140,500
32	Maternal and child health	20,279,500	20,279,500

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Subtotal basic medical services payments	10,428,198,100	10,324,649,900
2	School based services	131,502,700	131,502,700
3	Special Medicaid reimbursement	337,217,600	337,217,600
4	Subtotal special medical services payments	<u>468,720,300</u>	<u>468,720,300</u>
5	GROSS APPROPRIATION	\$ 10,896,918,400	\$ 10,793,370,200
6	Appropriated from:		
7	Total federal revenues	7,383,410,100	7,217,586,100
8	Total local revenues	40,084,300	40,084,300
9	Total private revenues	2,100,000	2,100,000
10	Merit award trust fund	81,766,000	81,766,000
11	Total other state restricted	1,970,475,600	1,969,675,600
12	State general fund/general purpose	\$ 1,419,082,400	\$ 1,482,158,200
13	Sec. 4-120. MEDICAID EXPANSION		
14	Medical services expansion	\$ 1,231,405,000	\$ 2,078,117,900
15	Mental health expansion	288,646,900	436,069,100
16	Plan first family planning waiver	(1,072,200)	(1,429,600)
17	Medicaid adult benefits waiver	(18,023,900)	(24,031,900)
18	Medicaid adult benefits waiver (mental health)	(8,080,600)	(10,774,100)
19	Community mental health non-Medicaid services	(152,931,100)	(203,908,800)
20	Public health programs	(750,000)	(1,000,000)
21	Transitional medical assistance plus	(150,000)	(200,000)
22	Expansion administration	<u>20,000,000</u>	<u>20,000,000</u>
23	GROSS APPROPRIATION	\$ 1,359,044,100	\$ 2,292,842,600
24	Appropriated from:		
25	Total federal revenues	1,530,051,900	2,524,186,300
26	Total other state restricted revenues	10,712,700	11,896,700
27	State general fund/general purpose	\$ (181,720,500)	\$ (243,240,400)
28	Sec. 4-121. INFORMATION TECHNOLOGY		
29	Information technology services and projects	\$ 36,763,300	\$ 36,763,300
30	Michigan Medicaid information system	<u>30,201,100</u>	<u>30,201,100</u>
31	GROSS APPROPRIATION	\$ 66,964,400	\$ 66,964,400
32	Appropriated from:		

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Total federal revenues	45,235,900	45,235,900
2	Total other state restricted revenues	1,977,300	1,977,300
3	State general fund/general purpose	\$ 19,751,200	\$ 19,751,200
4	Sec. 4-122. ONE-TIME APPROPRIATIONS		
5	Michigan Medicaid information system - ICD 10	\$ 18,300,000	\$ 0.0
6	Primary care services - island health clinics	325,000	0.0
7	Mental health innovation	<u>5,000,000</u>	<u>0.0</u>
8	GROSS APPROPRIATION	\$ 23,625,000	\$ 0.0
9	Appropriated from:		
10	Total federal revenues	16,000,000	0.0
11	State general fund/general purpose	\$ 7,625,000	\$ 0.0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2014

GENERAL SECTIONS

Sec. 4-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is \$4,897,846,100.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is \$1,227,734,500.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF COMMUNITY HEALTH

BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS

Community residential and support services	\$	451,500
Housing and support services		77,500

BEHAVIORAL HEALTH SERVICES

State disability assistance program substance abuse services ..	\$	1,629,300
Community substance abuse prevention, education and treatment programs.....		10,463,500
Medicaid mental health services		719,186,500
Community mental health non-Medicaid services		273,800,300

1	Mental health services for special populations		3,994,400
2	Medicaid adult benefits waiver		9,489,700
3	Medicaid substance abuse services		15,692,800
4	Children's waiver home care program		7,147,800
5	Nursing home PAS/ARR-OBRA		2,496,600
6	HEALTH POLICY		
7	Primary care services	\$	88,900
8	INFECTIOUS DISEASE CONTROL		
9	AIDS prevention, testing, and care programs	\$	1,041,100
10	Sexually transmitted disease control management and		
11	field support.....		174,500
12	LABORATORY SERVICES		
13	Laboratory services	\$	2,800
14	LOCAL HEALTH ADMINISTRATION AND GRANTS		
15	Implementation of 1993 PA 133, MCL 333.17015	\$	5,700
16	Essential local public health services		32,236,100
17	CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION		
18	Cancer prevention and control program	\$	94,700
19	FAMILY, MATERNAL, AND CHILDREN'S HEALTH SERVICES		
20	Prenatal care outreach and service delivery support	\$	1,500,000
21	CHILDREN'S SPECIAL HEALTH CARE SERVICES		
22	Medical care and treatment	\$	585,300
23	Outreach and advocacy		1,250,800
24	CRIME VICTIM SERVICES COMMISSION		
25	Crime victim rights services grants	\$	6,180,200
26	OFFICE OF SERVICES TO THE AGING		
27	Community services	\$	12,229,300
28	Nutrition services		8,783,000
29	Foster grandparent volunteer program		536,400
30	Retired and senior volunteer program		147,300
31	Senior companion volunteer program		183,400
32	Respite care program		5,115,000

1	MEDICAL SERVICES		
2	Dental services	\$	1,364,200
3	Long-term care services		80,798,400
4	Transportation		3,583,000
5	Medicaid adult benefits waiver		10,481,900
6	Hospital services and therapy		2,489,000
7	Physician services		<u>14,433,600</u>
8	TOTAL OF PAYMENTS TO LOCAL UNITS OF GOVERNMENT	\$	1,227,734,500

9 Sec. 4-203. As used in this article:

10 (a) "AIDS" means acquired immunodeficiency syndrome.

11 (b) "CMHSP" means a community mental health services program as that term is defined
12 in section 100a of the mental health code, 1974 PA 258, MCL 330.1100a.

13 (c) "Current fiscal year" means the fiscal year ending September 30, 2014.

14 (d) "Department" means the department of community health.

15 (e) "Director" means the director of the department.

16 (f) "DSH" means disproportionate share hospital.

17 (g) "EPSDT" means early and periodic screening, diagnosis, and treatment.

18 (h) "FTE" means full-time equated.

19 (i) "Federal health care reform legislation" means the patient protection and
20 affordable care act, Public Law 111-148, and the health care and education reconciliation act
21 of 2010, Public Law 111-152.

22 (j) "Federal poverty level" means the poverty guidelines published annually in the
23 federal register by the United States department of health and human services under its
24 authority to revise the poverty line under 42 USC 9902.

25 (k) "GME" means graduate medical education.

26 (l) "Health plan" means, at a minimum, an organization that meets the criteria for
27 delivering the comprehensive package of services under the department's comprehensive health
28 plan.

29 (m) "HEDIS" means healthcare effectiveness data and information set.

30 (n) "HMO" means health maintenance organization.

31 (o) "IDEA" means the individuals with disabilities education act, 20 USC 1400 to 1482.

32 (p) "MCH" means maternal and child health.

1 (q) "MIChild" means the program described in section 1670.

2 (r) "PAS/ARR-OBRA" means the preadmission screening and annual resident review
3 required under the omnibus budget reconciliation act of 1987, section 1919(e) (7) of the
4 social security act, and 42 USC 1396r.

5 (s) "PIHP" means a department designated specialty prepaid inpatient health plan for
6 Medicaid mental health services, services to individuals with developmental disabilities, and
7 substance abuse services consistent with federal definition in 42 CFR 438.2. Standards for
8 specialty prepaid inpatient health plans are described in Chapter 2 of the mental health
9 code.

10 (t) "Temporary assistance for needy families" means part A of title IV of the social
11 security act, 42 USC 601 to 619.

12 (u) "Title XIX" and "Medicaid" mean title XIX of the social security act, 42 USC 1396
13 to 1396w-5.

14 Sec. 4-206. (1) In addition to the funds appropriated in part 1, there is appropriated
15 an amount not to exceed \$200,000,000.00 for federal contingency funds. These funds are not
16 available for expenditure until they have been transferred to another line item in this
17 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

18 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
19 not to exceed \$40,000,000.00 for state restricted contingency funds. These funds are not
20 available for expenditure until they have been transferred to another line item in this
21 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

22 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
23 not to exceed \$20,000,000.00 for local contingency funds. These funds are not available for
24 expenditure until they have been transferred to another line item in this article under
25 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

26 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
27 not to exceed \$20,000,000.00 for private contingency funds. These funds are not available for
28 expenditure until they have been transferred to another line item in this article under
29 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

30 Sec. 4-207. The departmental shall maintain, on a publically accessible website, a
31 department scorecard that identifies, tracks and regularly updates key metrics that are used
32 to monitor and improve the agency's performance.

1 Sec. 4-211. If the revenue collected by the department from fees and collections
2 exceeds the amount appropriated in part 1, the revenue may be carried forward with the
3 approval of the state budget director into the subsequent fiscal year. The revenue carried
4 forward under this section shall be used as the first source of funds in the subsequent
5 fiscal year.

6 Sec. 4-212. (1) On or before February 1 of the current fiscal year, the department
7 shall report to the house and senate appropriations subcommittees on community health, the
8 house and senate fiscal agencies, and the state budget director on the detailed name and
9 amounts of federal, restricted, private, and local sources of revenue that support the
10 appropriations in each of the line items in part 1.

11 (2) Upon the release of the next fiscal year executive budget recommendation, the
12 department shall report to the same parties in subsection (1) on the amounts and detailed
13 sources of federal, restricted, private, and local revenue proposed to support the total
14 funds appropriated in each of the line items in part 1 of the next fiscal year executive
15 budget proposal.

16 Sec. 4-216. (1) In addition to funds appropriated in part 1 for all programs and
17 services, there is appropriated for write-offs of accounts receivable, deferrals, and for
18 prior year obligations in excess of applicable prior year appropriations, an amount equal to
19 total write-offs and prior year obligations, but not to exceed amounts available in prior
20 year revenues.

21 (2) The department's ability to satisfy appropriation deductions in part 1 shall not
22 be limited to collections and accruals pertaining to services provided in the current fiscal
23 year, but shall also include reimbursements, refunds, adjustments, and settlements from prior
24 years.

25 Sec. 4-218. The department shall include the following in its annual list of proposed
26 basic health services as required in part 23 of the public health code, 1978 PA 368, MCL
27 333.2301 to 333.2321:

- 28 (a) Immunizations.
- 29 (b) Communicable disease control.
- 30 (c) Sexually transmitted disease control.
- 31 (d) Tuberculosis control.
- 32 (e) Prevention of gonorrhea eye infection in newborns.

1 (f) Screening newborns for the conditions listed in section 5431 of the public health
2 code, 1978 PA 368, MCL 333.5431, or recommended by the newborn screening quality assurance
3 advisory committee created under section 5430 of the public health code, 1978 PA 368, MCL
4 333.5430.

5 (g) Community health annex of the Michigan emergency management plan.

6 (h) Prenatal care.

7 Sec. 4-219. (1) The department may contract with the Michigan public health institute
8 for the design and implementation of projects and for other public health-related activities
9 prescribed in section 2611 of the public health code, 1978 PA 368, MCL 333.2611. The
10 department may develop a master agreement with the institute to carry out these purposes for
11 up to a 3-year period. The department shall report to the house and senate appropriations
12 subcommittees on community health, the house and senate fiscal agencies, and the state budget
13 director on or before January 1 of the current fiscal year all of the following:

14 (a) A detailed description of each funded project.

15 (b) The amount allocated for each project, the appropriation line item from which the
16 allocation is funded, and the source of financing for each project.

17 (c) The expected project duration.

18 (d) A detailed spending plan for each project, including a list of all subgrantees and
19 the amount allocated to each subgrantee.

20 (2) On or before September 30 of the current fiscal year, the department shall provide
21 to the same parties listed in subsection (1) a copy of all reports, studies, and publications
22 produced by the Michigan public health institute, its subcontractors, or the department with
23 the funds appropriated in part 1 and allocated to the Michigan public health institute.

24 Sec. 4-223. The department may establish and collect fees for publications, videos and
25 related materials, conferences, and workshops. Collected fees shall be used to offset
26 expenditures to pay for printing and mailing costs of the publications, videos and related
27 materials, and costs of the workshops and conferences. The department shall not collect fees
28 under this section that exceed the cost of the expenditures.

29 Sec. 4-266. The departments and agencies receiving appropriations in part 1 shall
30 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
31 travel report shall be a listing of all travel by classified and unclassified employees
32 outside this state in the immediately preceding fiscal year that was funded in whole or in

1 part with funds appropriated in the department's budget. The report shall be submitted to the
2 senate and house appropriations committees, the house and senate fiscal agencies, and the
3 state budget director. The report shall include the following information:

4 (a) The dates of each travel occurrence.

5 (b) The transportation and related costs of each travel occurrence, including the
6 proportion funded with state general fund/general purpose revenues, the proportion funded
7 with state restricted revenues, the proportion funded with federal revenues, and the
8 proportion funded with other revenues.

9 Sec. 4-276. Funds appropriated in part 1 shall not be used by a principal executive
10 department, state agency, or authority to hire a person to provide legal services that are
11 the responsibility of the attorney general. This prohibition does not apply to legal
12 services for bonding activities and for those outside services that the attorney general
13 authorizes.

14 Sec. 4-287. Not later than November 30, the state budget office shall prepare and
15 transmit a report that provides for estimates of the total general fund/general purpose
16 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
17 projected year-end general fund/general purpose appropriation lapses by major departmental
18 program or program areas. The report shall be transmitted to the chairpersons of the senate
19 and house appropriations committees, and the senate and house fiscal agencies.

20 Sec. 4-292. The department shall cooperate with the department of technology,
21 management and budget to maintain a searchable website accessible by the public at no cost
22 that includes, but is not limited to, all of the following for each department or agency:

23 (a) Fiscal year-to-date expenditures by category.

24 (b) Fiscal year-to-date expenditures by appropriation unit.

25 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,
26 payment date, payment amount, and payment description.

27 (d) The number of active department employees by job classification.

28 (e) Job specifications and wage rates.

29 Sec. 4-296. Within 14 days after the release of the executive budget recommendation,
30 the department shall cooperate with the state budget office to provide the senate and house
31 appropriations chairs, the senate and house appropriations subcommittees chairs, and the
32 senate and house fiscal agencies with an annual report on estimated state restricted fund

1 balances, state restricted fund projected revenues, and state restricted fund expenditures
2 for the fiscal years ending September 30, 2013 and September 30, 2014.

3
4 **BEHAVIORAL HEALTH SERVICES**

5 Sec. 4-401. Funds appropriated in part 1 are intended to support a system of
6 comprehensive community mental health services under the full authority and responsibility of
7 local CMHSPs or PIHPs in accordance with the Michigan mental health code, Medicaid state plan
8 provider manual, federal Medicaid waivers, and all other applicable federal and state laws.

9 Sec. 4-402. (1) From funds appropriated in part 1, final authorizations to CMHSPs or
10 PIHPs shall be made upon the execution of contracts between the department and CMHSPs or
11 PIHPs. The contracts shall contain an approved plan and budget as well as policies and
12 procedures governing the obligations and responsibilities of both parties to the contracts.
13 Each contract with a CMHSP or PIHP that the department is authorized to enter into under this
14 subsection shall include a provision that the contract is not valid unless the total dollar
15 obligation for all of the contracts between the department and the CMHSPs or PIHPs entered
16 into under this subsection for the current fiscal year does not exceed the amount of money
17 appropriated in part 1 for the contracts authorized under this subsection.

18 (2) The department shall immediately report to the senate and house appropriations
19 subcommittees on community health, the senate and house fiscal agencies, and the state budget
20 director if either of the following occurs:

21 (a) Any new contracts with CMHSPs or PIHPs that would affect rates or expenditures are
22 enacted.

23 (b) Any amendments to contracts with CMHSPs or PIHPs that would affect rates or
24 expenditures are enacted.

25 (3) The report required by subsection (2) shall include information about the changes
26 and their effects on rates and expenditures.

27 Sec. 4-403. The department shall require an annual report from the independent
28 organizations that receive mental health services for special populations funding. The annual
29 report due January 1 of the current fiscal year, shall include specific information on
30 services and programs provided, the client base to which the services and programs were
31 provided, information on any wraparound services provided, and the expenditures for those
32 services. The department shall provide the annual reports to the senate and house

1 appropriations subcommittees on community health and the senate and house fiscal agencies.

2 Sec. 4-406. (1) The funds appropriated in part 1 for the state disability assistance
3 substance abuse services program shall be used to support per diem room and board payments in
4 substance abuse residential facilities. Eligibility of clients for the state disability
5 assistance substance abuse services program shall include needy persons 18 years of age or
6 older, or emancipated minors, who reside in a substance abuse treatment center.

7 (2) The department shall reimburse all licensed substance abuse programs eligible to
8 participate in the program at a rate equivalent to that paid by the department of human
9 services to adult foster care providers. Programs accredited by department-approved
10 accrediting organizations shall be reimbursed at the personal care rate, while all other
11 eligible programs shall be reimbursed at the domiciliary care rate.

12 Sec. 4-407. (1) The amount appropriated in part 1 for substance abuse prevention,
13 education, and treatment grants shall be expended to coordinate care and services provided to
14 individuals with severe and persistent mental illness and substance abuse diagnoses.

15 (2) The department shall approve managing entity schedules for providing substance
16 abuse services and charge participants in accordance with their ability to pay.

17 (3) The managing entity shall continue current efforts to collaborate on the delivery
18 of services to those clients with mental illness and substance abuse diagnoses with the goal
19 of providing services in an administratively efficient manner.

20 Sec. 4-408. (1) By April 1 of the current fiscal year, the department shall collect
21 data in order to analyze trends in substance abuse prevention, treatment, and recovery
22 programs and determine effectiveness relative to positive outcomes of invested dollars.

23 (2) The department shall take all reasonable actions to ensure that the required data
24 reported are complete and consistent across the state.

25 Sec. 4-410. The department shall assure that substance abuse treatment is provided to
26 applicants and recipients of public assistance through the department of human services who
27 are required to obtain substance abuse treatment as a condition of eligibility for public
28 assistance.

29 Sec. 4-418. On or before the tenth of each month, the department shall report to the
30 senate and house appropriations subcommittees on community health, the senate and house
31 fiscal agencies, and the state budget director on the amount of funding paid to PIHPs to
32 support the Medicaid managed mental health care program in the preceding month. The

1 information shall include the total paid to each PIHP, per capita rate paid for each
2 eligibility group for each PIHP, and number of cases in each eligibility group for each PIHP,
3 and year-to-date summary of eligibles and expenditures for the Medicaid managed mental health
4 care program.

5 Sec. 4-428. Each PIHP shall provide, from internal resources, local funds to be used
6 as a bona fide part of the state match required under the Medicaid program in order to
7 increase capitation rates for PIHPs. These funds shall not include either state funds
8 received by a CMHSP for services provided to non-Medicaid recipients or the state matching
9 portion of the Medicaid capitation payments made to a PIHP.

10 Sec. 4-435. A county required under the provisions of the mental health code, 1974 PA
11 258, MCL 330.1001 to 330.2106, to provide matching funds to a CMHSP for mental health
12 services rendered to residents in its jurisdiction shall pay the matching funds in equal
13 installments on not less than a quarterly basis throughout the fiscal year, with the first
14 payment being made by October 1 of the current fiscal year.

15 Sec. 4-494. (1) In order to avoid duplication of efforts, the department shall utilize
16 applicable national accreditation review criteria to determine compliance with corresponding
17 state requirements for CMHSPs, PIHPs, or subcontracting provider agencies that have been
18 reviewed and accredited by a national accrediting entity for behavioral health care services.

19 (2) Upon a coordinated submission by the CMHSPs, PIHPs, or subcontracting provider
20 agencies, a listing of program requirements that are part of the state program review
21 criteria but are not reviewed by an applicable national accrediting entity, the department
22 shall review the listing and provide a recommendation to the house and senate appropriations
23 subcommittees on community health, the house and senate fiscal agencies, and the state budget
24 office as to whether or not state program review should continue. The CMHSPs, PIHPs, or
25 subcontracting agencies may request the department to convene a workgroup to fulfill this
26 section.

27 (3) The department shall continue to comply with state and federal law and shall not
28 initiate an action that negatively impacts beneficiary safety.

29 (4) As used in this section, "national accrediting entity" means the joint commission
30 on accreditation of healthcare organizations, the commission on accreditation of
31 rehabilitation facilities, the council of accreditation, or other appropriate entity, as
32 approved by the department.

(5) By July 1 of the current fiscal year, the department shall provide a progress report to the house and senate appropriations subcommittees on community health, the house and senate fiscal agencies, and the state budget office on implementation of this section.

STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES

Sec. 4-601. The department shall continue a revenue recapture project to generate additional revenues from third parties related to cases that have been closed or are inactive. A portion of revenues collected through project efforts may be used for departmental costs and contractual fees associated with these retroactive collections and to improve ongoing departmental reimbursement management functions.

Sec. 4-602. The purpose of gifts and bequests for patient living and treatment environments is to use additional private funds to provide specific enhancements for individuals residing at state-operated facilities. Use of the gifts and bequests shall be consistent with the stipulation of the donor. The expected completion date for the use of gifts and bequests donations is within 3 years unless otherwise stipulated by the donor.

Sec. 4-605. (1) The department shall not implement any closures or consolidations of state hospitals, centers, or agencies until CMHSPs or PIHPs have programs and services in place for those individuals currently in those facilities and a plan for service provision for those individuals who would have been admitted to those facilities.

(2) All closures or consolidations are dependent upon adequate department-approved CMHSP and PIHP plans that include a discharge and aftercare plan for each individual currently in the facility. A discharge and aftercare plan shall address the individual's housing needs. A homeless shelter or similar temporary shelter arrangements are inadequate to meet the individual's housing needs.

(3) Four months after the certification of closure required in section 19(6) of the state employees' retirement act, 1943 PA 240, MCL 38.19, the department shall provide a closure plan to the house and senate appropriations subcommittees on community health and the state budget director.

(4) Upon the closure of state-run operations and after transitional costs have been paid, the remaining balances of funds appropriated for that operation shall be transferred to CMHSPs or PIHPs responsible for providing services for individuals previously served by the operations.

1 Sec. 4-606. The department may collect revenue for patient reimbursement from first-
2 and third-party payers, including Medicaid and local county CMHSP payers, to cover the cost
3 of placement in state hospitals and centers. The department is authorized to adjust financing
4 sources for patient reimbursement based on actual revenues earned. If the revenue collected
5 exceeds current year expenditures, the revenue may be carried forward with approval of the
6 state budget director. The revenue carried forward shall be used as a first source of funds
7 in the subsequent year.

8 9 **PUBLIC HEALTH ADMINISTRATION**

10 Sec. 4-654. From the funds appropriated in part 1 for health and wellness initiatives,
11 \$1,000,000.00 shall be allocated for a pilot before-and after-school healthy exercise program
12 to promote and advance physical health for school children in kindergarten through grade 6.
13 The department shall develop a model for program sites that incorporates evidence-based best
14 practices. The department shall establish guidelines for program sites, which may include
15 public schools, community-based organizations, private facilities, recreation centers, or
16 other similar sites. The program format shall encourage local determination of site
17 activities and shall encourage local inclusion of youth in the decision-making regarding site
18 activities. Program goals shall include children experiencing good physical health, the
19 reduction of obesity, providing a safe place to play and exercise, and nutrition education.
20 To be eligible to participate in the pilot, program sites shall provide a 20% match to the
21 state funding. The department shall seek financial support from corporate, foundation, or
22 other private partners for the program or for individual program sites.

23 24 **HEALTH POLICY**

25 Sec. 4-709. (1) The funds appropriated in part 1 for the Michigan essential health
26 care provider program may also provide loan repayment for dentists that fit the criteria
27 established by part 27 of the public health code, 1978 PA 368, MCL 333.2701 to 333.2727.

28 (2) From the funds appropriated in part 1 for the Michigan essential health provider
29 program, the department may reduce the local and private share of the loan and repayment
30 costs to 25% for primary care physicians, particularly obstetricians and gynecologists
31 working in underserved areas.

32 Sec. 4-713. The department shall continue support of multicultural agencies that

1 provide primary care services from the funds appropriated in part 1.

2 Sec. 4-717. (1) The department may award health innovation grants to address emerging
3 issues and encourage cutting edge advances in health care including strategic partners in
4 both the public and private sectors. In addition to the funds appropriated in part 1, the
5 department may receive and spend revenues and donations from any source to provide additional
6 incentives.

7 (2) The unexpended funds appropriated for the health innovation grants are considered
8 work project appropriations, and any unencumbered or unallotted funds are carried forward
9 into the following fiscal year. The following is in compliance with section 451a(1) of the
10 management and budget act, 1984 PA 431, MCL 18.1451a:

11 (a) The purpose of the project to be carried forward is to address emerging issues and
12 encourage cutting edge advances in health care including strategic partners in both the
13 public and private sectors.

14 (b) The project will be accomplished by providing incentive grants.

15 (c) The estimated cost of this project phase is identified in the appropriation line
16 item.

17 (d) The tentative completion date for the work project is September 30, 2018.

18 19 **LOCAL HEALTH ADMINISTRATION AND GRANTS**

20 Sec. 4-901. The amount appropriated in part 1 for implementation of the 1993 additions
21 of or amendments to sections 9161, 16221, 16226, 17014, 17015, and 17515 of the public health
22 code, 1978 PA 368, MCL 333.9161, 333.16221, 333.16226, 333.17014, 333.17015, and 333.17515,
23 shall be used to reimburse local health departments for costs incurred related to
24 implementation of section 17015(18) of the public health code, 1978 PA 368, MCL 333.17015.

25 Sec. 4-902. If a county that has participated in a district health department or an
26 associated arrangement with other local health departments takes action to cease to
27 participate in such an arrangement after October 1 of the current fiscal year, the department
28 shall have the authority to assess a penalty from the local health department's operational
29 accounts in an amount equal to no more than 6.25% of the local health department's essential
30 local public health services funding. This penalty shall only be assessed to the local county
31 that requests the dissolution of the health department.

32 Sec. 4-904. (1) Funds appropriated in part 1 for essential local public health

1 services shall be prospectively allocated to local health departments to support
2 immunizations, infectious disease control, sexually transmitted disease control and
3 prevention, hearing screening, vision services, food protection, public water supply, private
4 groundwater supply, and on-site sewage management. Food protection shall be provided in
5 consultation with the department of agriculture and rural development. Public water supply,
6 private groundwater supply, and on-site sewage management shall be provided in consultation
7 with the department of environmental quality.

8 (2) Local public health departments shall be held to contractual standards for the
9 services in subsection (1).

10 (3) Distributions in subsection (1) shall be made only to counties that maintain local
11 spending in the current fiscal year of at least the amount expended in fiscal year 1992-1993
12 for the services described in subsection (1).

13 14 **FAMILY, MATERNAL, AND CHILDREN'S HEALTH SERVICES**

15 Sec. 4-1106. Each family planning program receiving federal title X family planning
16 funds under 42 USC 300 to 300a-8 shall be in compliance with all performance and quality
17 assurance indicators that the office of family planning within the United States department
18 of health and human services specifies in the "program guidelines for project grants
19 for family planning services." An agency not in compliance with the indicators shall not
20 receive supplemental or reallocated funds.

21 Sec. 4-1108. The funds appropriated in part 1 for pregnancy prevention programs shall
22 not be used to provide abortion counseling, referrals, or services.

23 Sec. 4-1109. (1) From the amounts appropriated in part 1 for dental programs, funds
24 shall be allocated to the Michigan dental association for the administration of a volunteer
25 dental program that provides dental services to the uninsured.

26 (2) Not later than December 1 of the current fiscal year, the department shall report
27 to the senate and house appropriations subcommittees on community health and the senate and
28 house standing committees on health policy the number of individual patients treated, number
29 of procedures performed, and approximate total market value of those procedures from
30 the immediately preceding fiscal year.

31 Sec. 4-1138. The department shall allocate funds appropriated in section 4-113 of part
32 1 for family, maternal, and children's health services pursuant to section 1 of 2002 PA 360,

1 MCL 333.1091.

2

3 **CHILDREN'S SPECIAL HEALTH CARE SERVICES**

4 Sec. 4-1202. The department may do 1 or more of the following:

5 (a) Provide special formula for eligible clients with specified metabolic and allergic
6 disorders.

7 (b) Provide medical care and treatment to eligible patients with cystic fibrosis who
8 are 21 years of age or older.

9 (c) Provide medical care and treatment to eligible patients with hereditary
10 coagulation defects, commonly known as hemophilia, who are 21 years of age or older.

11 (d) Provide human growth hormone to eligible patients.

12

13 **OFFICE OF SERVICES TO THE AGING**

14 Sec. 4-1403. (1) By February 1 of the current fiscal year, the office of services to
15 the aging shall require each region to report to the office of services to the aging and to
16 the legislature home-delivered meals waiting lists based upon standard criteria. Determining
17 criteria shall include all of the following:

18 (a) The recipient's degree of frailty.

19 (b) The recipient's inability to prepare his or her own meals safely.

20 (c) Whether the recipient has another care provider available.

21 (d) Any other qualifications normally necessary for the recipient to receive home-
22 delivered meals.

23 (2) Data required in subsection (1) shall be recorded only for individuals who have
24 applied for participation in the home-delivered meals program and who are initially
25 determined as likely to be eligible for home-delivered meals.

26 Sec. 4-1417. The department shall provide to the senate and house appropriations
27 subcommittees on community health, senate and house fiscal agencies, and state budget
28 director a report by March 30 of the current fiscal year that contains all of the following:

29 (a) The total allocation of state resources made to each area agency on aging by
30 individual program and administration.

31 (b) Detail expenditure by each area agency on aging by individual program and
32 administration including both state-funded resources and locally-funded resources.

1 Sec. 4-1421. From the funds appropriated in part 1 for community services,
2 \$1,100,000.00 shall be allocated to area agencies on aging for locally determined needs.

3
4 **MEDICAL SERVICES ADMINISTRATION**

5 Sec. 4-1501. The unexpended funds appropriated in part 1 for the electronic health
6 records incentive program are considered work project appropriations and any unencumbered or
7 unallotted funds are carried forward into the following fiscal year. The following is in
8 compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

9 (a) The purpose of the project to be carried forward is to implement the Medicaid
10 electronic health record program that provides financial incentive payments to Medicaid
11 health care providers to encourage the adoption and meaningful use of electronic health
12 records to improve quality, increase efficiency, and promote safety.

13 (b) The projects will be accomplished according to the approved federal advanced
14 planning document.

15 (c) The estimated cost of this project phase is identified in the appropriation line
16 item.

17 (d) The tentative completion date for the work project is September 30, 2018.

18
19 **MEDICAL SERVICES**

20 Sec. 4-1601. The cost of remedial services incurred by residents of licensed adult
21 foster care homes and licensed homes for the aged shall be used in determining financial
22 eligibility for the medically needy. Remedial services include basic self-care and
23 rehabilitation training for a resident.

24 Sec. 4-1603. (1) The department may establish a program for individuals to purchase
25 medical coverage at a rate determined by the department.

26 (2) The department may receive and expend premiums for the buy-in of medical coverage
27 in addition to the amounts appropriated in part 1.

28 (3) The premiums described in this section shall be classified as private funds.

29 Sec. 4-1605. (1) The protected income level for Medicaid coverage determined pursuant
30 to section 106(1)(b)(iii) of the social welfare act, 1939 PA 280, MCL 400.106, shall be 100%
31 of the related public assistance standard effective through December 31, 2013.

32 (2) The department shall expand Medicaid coverage to the income level determined

1 pursuant to section 106(1)(b)(iii) of the social welfare act, 1939 PA 280, MCL 400.106 at
2 133% of the related public assistance standard effective January 1, 2014.

3 Sec. 4-1606. For the purpose of guardian and conservator charges, the department of
4 community health may deduct up to \$60.00 per month as an allowable expense against a
5 recipient's income when determining medical services eligibility and patient pay amounts.

6 Sec. 4-1607. (1) An applicant for Medicaid, whose qualifying condition is pregnancy,
7 shall immediately be presumed to be eligible for Medicaid coverage unless the preponderance
8 of evidence in her application indicates otherwise. The applicant who is qualified as
9 described in this subsection shall be allowed to select or remain with the Medicaid
10 participating obstetrician of her choice.

11 (2) An applicant qualified as described in subsection (1) shall be given a letter of
12 authorization to receive Medicaid covered services related to her pregnancy. All qualifying
13 applicants shall be entitled to receive all medically necessary obstetrical and prenatal care
14 without preauthorization from a health plan. All claims submitted for payment for obstetrical
15 and prenatal care shall be paid at the Medicaid fee-for-service rate in the event a contract
16 does not exist between the Medicaid participating obstetrical or prenatal care provider and
17 the managed care plan. The applicant shall receive a listing of Medicaid physicians and
18 managed care plans in the immediate vicinity of the applicant's residence.

19 (3) In the event that an applicant, presumed to be eligible pursuant to subsection
20 (1), is subsequently found to be ineligible, a Medicaid physician or managed care plan that
21 has been providing pregnancy services to an applicant under this section is entitled to
22 reimbursement for those services until such time as they are notified by the department that
23 the applicant was found to be ineligible for Medicaid.

24 (4) If the preponderance of evidence in an application indicates that the applicant is
25 not eligible for Medicaid, the department shall refer that applicant to the nearest public
26 health clinic or similar entity as a potential source for receiving pregnancy-related
27 services.

28 (5) The department shall develop an enrollment process for pregnant women covered
29 under this section that facilitates the selection of a managed care plan at the time of
30 application.

31 (6) The department shall mandate enrollment of women, whose qualifying condition is
32 pregnancy, into Medicaid managed care plans.

(7) The department shall encourage physicians to provide women, whose qualifying condition for Medicaid is pregnancy, with a referral to a Medicaid participating dentist at the first pregnancy-related appointment.

Sec. 4-1611. (1) For care provided to medical services recipients with other third-party sources of payment, medical services reimbursement shall not exceed, in combination with such other resources, including Medicare, those amounts established for medical services-only patients. The medical services payment rate shall be accepted as payment in full. Other than an approved medical services co-payment, no portion of a provider's charge shall be billed to the recipient or any person acting on behalf of the recipient. Nothing in this section shall be considered to affect the level of payment from a third-party source other than the medical services program. The department shall require a nonenrolled provider to accept medical services payments as payment in full.

(2) Notwithstanding subsection (1), medical services reimbursement for hospital services provided to dual Medicare/medical services recipients with Medicare part B coverage only shall equal, when combined with payments for Medicare and other third-party resources, if any, those amounts established for medical services-only patients, including capital payments.

Sec. 4-1620. (1) For fee-for-service recipients who do not reside in nursing homes, the pharmaceutical dispensing fee shall be \$2.75 or the pharmacy's usual or customary cash charge, whichever is less. For nursing home residents, the pharmaceutical dispensing fee shall be \$3.00 or the pharmacy's usual or customary cash charge, whichever is less.

(2) The department shall require a prescription co-payment for Medicaid recipients of \$1.00 for a generic drug and \$3.00 for a brand-name drug, except as prohibited by federal or state law or regulation.

Sec. 4-1629. The department shall utilize maximum allowable cost pricing for generic drugs that is based on wholesaler pricing to providers that is available from at least 2 wholesalers who deliver in the state of Michigan.

Sec. 4-1631. (1) The department shall require co-payments on dental, podiatric, and vision services provided to Medicaid recipients, except as prohibited by federal or state law or regulation.

(2) Except as otherwise prohibited by federal or state law or regulations, the department shall require Medicaid recipients to pay the following co-payments:

1 (a) Two dollars for a physician office visit.

2 (b) Three dollars for a hospital emergency room visit.

3 (c) Fifty dollars for the first day of an inpatient hospital stay.

4 (d) One dollar for an outpatient hospital visit.

5 Sec. 4-1641. An institutional provider that is required to submit a cost report under
6 the medical services program shall submit cost reports completed in full within 5 months
7 after the end of its fiscal year.

8 Sec. 4-1657. (1) Reimbursement for medical services to screen and stabilize a Medicaid
9 recipient, including stabilization of a psychiatric crisis, in a hospital emergency room
10 shall not be made contingent on obtaining prior authorization from the recipient's HMO. If
11 the recipient is discharged from the emergency room, the hospital shall notify the
12 recipient's HMO within 24 hours of the diagnosis and treatment received.

13 (2) If the treating hospital determines that the recipient will require further
14 medical service or hospitalization beyond the point of stabilization, that hospital shall
15 receive authorization from the recipient's HMO prior to admitting the recipient.

16 (3) Subsections (1) and (2) do not require an alteration to an existing agreement
17 between an HMO and its contracting hospitals and do not require an HMO to reimburse for
18 services that are not considered to be medically necessary.

19 Sec. 4-1659. The following sections of this article are the only ones that shall apply
20 to the following Medicaid managed care programs, including the comprehensive plan, MIChoice
21 long-term care plan, and the mental health, substance abuse, and developmentally disabled
22 services program: 404, 411, 418, 428, 474, 494, 1607, 1657, 1662 and 1689.

23 Sec. 4-1662. (1) The department shall assure that an external quality review of each
24 contracting HMO is performed that results in an analysis and evaluation of aggregated
25 information on quality, timeliness, and access to health care services that the HMO or its
26 contractors furnish to Medicaid beneficiaries.

27 (2) The department shall require Medicaid HMOs to provide EPSDT utilization data
28 through the encounter data system, and HEDIS well child health measures in accordance with
29 the national committee for quality assurance prescribed methodology.

30 (3) The department shall provide a copy of the analysis of the Medicaid HMO annual
31 audited HEDIS reports and the annual external quality review report to the senate and house
32 of representatives appropriations subcommittees on community health, the senate and house

fiscal agencies, and the state budget director, within 30 days of the department's receipt of the final reports from the contractors.

Sec. 4-1670. (1) The appropriation in part 1 for the MICHild program is to be used to provide comprehensive health care to all children under age 19 who reside in families with income at or below 200% of the federal poverty level, who are uninsured and have not had coverage by other comprehensive health insurance within 6 months of making application for MICHild benefits, and who are residents of this state. The department shall develop detailed eligibility criteria through the medical services administration public concurrence process, consistent with the provisions of this article. Health coverage for children in families between 150% and 200% of the federal poverty level shall be provided through a state-based private health care program.

(2) The department may provide up to 1 year of continuous eligibility to children eligible for the MICHild program unless the family fails to pay the monthly premium, a child reaches age 19, or the status of the children's family changes and its members no longer meet the eligibility criteria as specified in the federally approved MICHild state plan.

(3) Children whose category of eligibility changes between the Medicaid and MICHild programs shall be assured of keeping their current health care providers through the current prescribed course of treatment for up to 1 year, subject to periodic reviews by the department if the beneficiary has a serious medical condition and is undergoing active treatment for that condition.

(4) To be eligible for the MICHild program, a child must be residing in a family with an adjusted gross income of less than or equal to 200% of the federal poverty level. The department's verification policy shall be used to determine eligibility.

(5) The department shall enter into a contract to obtain MICHild services from any HMO, dental care corporation, or any other entity that offers to provide the managed health care benefits for MICHild services at the MICHild capitated rate.

As used in this subsection:

(a) "Dental care corporation", "health care corporation", "insurer", and "prudent purchaser agreement" mean those terms as defined in section 2 of the prudent purchaser act, 1984 PA 233, MCL 550.52.

(b) "Entity" means a health care corporation or insurer operating in accordance with a prudent purchaser agreement.

1 (6) The department may enter into contracts to obtain certain MICHild services from
2 community mental health service programs.

3 (7) The department may make payments on behalf of children enrolled in the MICHild
4 program from the line-item appropriation associated with the program as described in the
5 MICHild state plan approved by the United States department of health and human services, or
6 from other medical services.

7 (8) The department shall assure that an external quality review of each MICHild
8 contractor, as described in subsection (5), is performed, which analyzes and evaluates the
9 aggregated information on quality, timeliness, and access to health care services that the
10 contractor furnished to MICHild beneficiaries.

11 (9) The department shall develop an automatic enrollment algorithm that is based on
12 quality and performance factors.

13 (10) MICHild services shall include treatment for autism spectrum disorders as defined
14 in the federally approved state plan.

15 Sec. 4-1673. The department may establish premiums for MICHild eligible individuals in
16 families with income above 150% of the federal poverty level. The monthly premiums shall not
17 be less than \$10.00 or exceed \$15.00 for a family.

18 Sec. 4-1682. (1) The department shall implement enforcement actions as specified in
19 the nursing facility enforcement provisions of section 1919 of title XIX, 42 USC 1396r.

20 (2) In addition to the appropriations in part 1, the department is authorized to
21 receive and spend penalty money received as the result of noncompliance with medical services
22 certification regulations. Penalty money, characterized as private funds, received by the
23 department shall increase authorizations and allotments in the long-term care accounts.

24 (3) Any unexpended penalty money, at the end of the year, shall carry forward to the
25 following year.

26 Sec. 4-1692. (1) The department is authorized to pursue reimbursement for eligible
27 services provided in Michigan schools from the federal Medicaid program. The department and
28 the state budget director are authorized to negotiate and enter into agreements, together
29 with the department of education, with local and intermediate school districts regarding the
30 sharing of federal Medicaid services funds received for these services. The department is
31 authorized to receive and disburse funds to participating school districts pursuant to such
32 agreements and state and federal law.

(2) From the funds appropriated in part 1 for medical services school-based services payments, the department is authorized to do all of the following:

(a) Finance activities within the medical services administration related to this project.

(b) Reimburse participating school districts pursuant to the fund-sharing ratios negotiated in the state-local agreements authorized in subsection (1).

(c) Offset general fund costs associated with the medical services program.

(3) The department is authorized to increase the federal appropriation in part 1 for medical services school-based services payments such that reimbursements to participating school districts can be made as defined in subsection (1).

Sec. 4-1693. The special Medicaid reimbursement appropriation in part 1 may be increased if the department submits a medical services state plan amendment pertaining to this line item at a level higher than the appropriation. The department is authorized to appropriately adjust financing sources in accordance with the increased appropriation.

Sec. 4-1694. The department shall distribute \$1,122,300.00 for poison control services to an academic health care system that includes a children's hospital that has a high indigent care volume.

Sec. 4-1775. If the state's application for a waiver to implement managed care for dual Medicare/Medicaid eligibles is approved by the federal government, the department shall provide quarterly reports to the senate and house appropriations subcommittees on community health and the senate and house fiscal agencies on progress in implementing the waiver.

Sec. 4-1804. The department, in cooperation with the department of human services, shall work with the federal public assistance reporting information system to identify Medicaid recipients who are veterans and who may be eligible for federal veterans' health care benefits or other benefits.

Sec. 4-1858. Medicaid services shall include treatment for autism spectrum disorders as defined in the federally approved Medicaid state plan.

Sec. 4-1865. Upon federal approval of the department's proposal for integrated care for individuals who are dual Medicare/Medicaid eligibles, the department shall provide the senate and house appropriations subcommittees on community health and the senate and house fiscal agencies its plan and organizational chart for administering and providing oversight of this proposal. The plan shall include information on how the department intends to

1 organize staff in an integrated manner to ensure that key components of the proposal are
2 implemented effectively.

3 Sec. 4-1866. (1) In addition to the appropriations in part 1, the department may
4 receive and spend revenue from the Michigan-Illinois alliance Medicaid management information
5 systems project with the approval of the state budget director. Upon approval, the state
6 budget director shall authorize the allotment of these funds and, if appropriate, identify
7 and unallot any associated general fund appropriations that can be reduced due to revenues
8 received from this initiative.

9 (2) The department shall prepare a quarterly report to the chairs of the house and
10 senate community health appropriations subcommittees, the senate and house fiscal agencies
11 and the state budget director identifying any revenues received and spent under the authority
12 in this section.

13 14 **MEDICAID EXPANSION**

15 Sec. 4-1867. (1) The negative appropriations for the Medicaid expansion in part 1,
16 section 4-120, for the public health and transitional medical assistance plus programs shall
17 be satisfied by savings from the reduction in the number of persons eligible for these
18 programs due to the expansion of eligibility for Medicaid. The savings shall be identified by
19 the department and approved by the state budget director.

20 (2) The appropriation authorization adjustments required due to the negative
21 appropriations in these line items shall be made only after the approval of transfers by the
22 legislature pursuant to section 393(2) of the management and budget act, 1984 PA 431, MCL
23 18.1393.

24 25 **ONE-TIME APPROPRIATIONS**

26 Sec. 4-1901. (1) The department may expend funds to achieve mental health innovations
27 which address emerging issues and improve mental health services for children. In addition to
28 the funds appropriated in part 1, the department may receive and spend revenues and donations
29 from any source for this purpose.

30 (2) The unexpended funds appropriated for mental health innovations are considered
31 work project appropriations, and any unencumbered or unallotted funds are carried forward
32 into the following fiscal year. The following is in compliance with section 451a(1) of the

1 management and budget act, 1984 PA 431, MCL 18.1451a:

2 (a) The purpose of the project to be carried forward is to improve mental health
3 services for children in Michigan.

4 (b) The project will be accomplished through early intervention focusing on training
5 and awareness, home-based services, as well as care management and treatment for high risk
6 youth.

7 (c) The estimated completion cost is \$5,000,000.

8 (d) The tentative completion date is September 30, 2018.

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14 **Article 5**

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16 **DEPARTMENT OF CORRECTIONS**
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26 **PART 1**

27 **LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS**

28 Sec. 5-101. Subject to the conditions set forth in this article, the amounts listed in
29 this part for the department of corrections are appropriated for the fiscal year ending
30 September 30, 2014, and are anticipated to be appropriated for the fiscal year ending
31 September 30, 2015, from the funds indicated in this part. The following is a summary of the
32 appropriations and anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	DEPARTMENT OF CORRECTIONS		
2	APPROPRIATION SUMMARY		
3	Average population.....	43,953	43,953
4	Full-time equated unclassified positions.....	16.0	16.0
5	Full-time equated classified positions.....	14,480.5	14,480.5
6	GROSS APPROPRIATION	\$ 2,029,308,000	\$ 2,049,016,200
7	Total interdepartmental grants and		
8	intradepartmental transfers.....	1,109,600	1,123,900
9	ADJUSTED GROSS APPROPRIATION	\$ 2,028,198,400	\$ 2,047,892,300
10	Total federal revenues	8,852,500	8,950,700
11	Total local revenues	266,200	268,200
12	Total private revenues	0	0
13	Total other state restricted revenues	56,026,100	56,593,300
14	State general fund/general purpose	\$ 1,963,053,600	\$ 1,982,080,100
15	State general fund/general purpose schedule:		
16	Ongoing state general fund/general purpose	1,954,021,100	1,982,080,100
17	One-time state general fund/general purpose	9,032,500	0
18	Sec. 5-102. DEPARTMENT-WIDE		
19	Full-time equated unclassified positions.....	16.0	16.0
20	Full-time equated classified positions.....	214.0	214.0
21	Department-wide	\$ 97,776,300	\$ 133,524,600
22	GROSS APPROPRIATION	\$ 97,776,300	\$ 133,524,600
23	Appropriated from:		
24	Interdepartmental grants	337,600	351,900
25	Federal revenues	0	98,200
26	Local revenues	0	2,000
27	State restricted revenues	6,890,000	7,457,200
28	State general fund/general purpose	\$ 90,548,700	\$ 125,615,300
29	Schedule of programs:		
30	Unclassified positions	1,667,100	1,667,100
31	Executive direction	1,811,700	1,811,700
32	Prisoner re-entry MDOC programs	9,739,800	8,676,700

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Operations support administration	31,952,900	31,952,900
2	Equipment and special maintenance	7,359,600	7,359,600
3	Worker's compensation	19,439,100	19,439,100
4	Administrative hearings officers	3,243,100	3,243,100
5	Health care administration	2,563,000	2,563,000
6	Neal, et al. settlement agreement	20,000,000	20,000,000
7	Active and retiree insurance and pension adjustment	0	36,811,400
8	Sec. 5-103. COMMUNITY PAROLE AND PROBATION SUPERVISION		
9	Full-time equated classified positions.....	2,163.4	2,163.4
10	Community parole and probation supervision	\$ 330,920,900	\$ 328,106,500
11	GROSS APPROPRIATION	\$ 330,920,900	\$ 328,106,500
12	Appropriated from:		
13	Federal revenues	1,610,700	1,610,700
14	Local revenues	266,200	266,200
15	State restricted revenues	17,053,600	17,053,600
16	State general fund/general purpose	\$ 311,990,400	\$ 309,176,000
17	Schedule of programs:		
18	Prisoner re-entry local service providers	13,834,300	13,708,600
19	Prisoner re-entry federal grants	1,035,000	1,035,000
20	Substance abuse testing and treatment	14,300,500	11,611,800
21	Residential services	15,475,500	15,475,500
22	Community corrections comprehensive plans and		
23	services	12,158,000	12,158,000
24	Public safety initiative	4,750,000	4,750,000
25	Felony drunk driver jail reduction and community		
26	treatment program	1,440,100	1,440,100
27	County jail reimbursement program	15,072,100	15,072,100
28	Field operations	207,240,500	207,240,500
29	Electronic monitoring center	13,347,400	13,347,400
30	Community re-entry centers	32,267,500	32,267,500
31	Sec. 5-104. PRISON OPERATIONS		
32	Full-time equated classified positions.....	2,758.3	2,758.3

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Prison operations	\$ 479,995,800	\$ 475,802,600
2	GROSS APPROPRIATION	\$ 479,995,800	\$ 475,802,600
3	Appropriated from:		
4	Interdepartmental grants	772,000	772,000
5	Federal revenues	5,581,900	5,581,900
6	State restricted revenues	24,932,300	24,932,300
7	State general fund/general purpose	\$ 448,709,600	\$ 444,516,400
8	Schedule of programs:		
9	New custody staff training	8,963,800	8,963,800
10	Prison food service	67,541,100	67,541,100
11	Transportation	25,955,600	25,955,600
12	Correctional facilities administration	36,892,800	36,892,800
13	Prison store operations	5,590,000	5,590,000
14	Prison industries operations	18,056,600	18,056,600
15	Public works program	1,000,000	1,000,000
16	Leased beds and alternatives to leased beds	1,000,000	1,000,000
17	Inmate housing fund	100	100
18	Education program	33,492,000	33,492,000
19	Prisoner health care services	281,503,800	277,310,600
20	Sec. 5-105. NORTHERN REGION CORRECTIONAL FACILITIES		
21	Average population.....	20,731	20,731
22	Full-time equated classified positions.....	4,185.9	4,185.9
23	Northern region correctional facilities	\$ 481,277,400	\$ 481,277,400
24	GROSS APPROPRIATION	\$ 481,277,400	\$ 481,277,400
25	Appropriated from:		
26	State general fund/general purpose	\$ 481,277,400	\$ 481,277,400
27	Schedule of programs:		
28	Alger correctional facility - Munising	31,097,300	31,097,300
29	Baraga correctional facility - Baraga	34,144,400	34,144,400
30	E.C. Brooks correctional facility - Muskegon	50,094,000	50,094,000
31	Central Michigan correctional facility - St. Louis .	45,116,900	45,116,900
32	Chippewa correctional facility - Kincheloe	48,537,300	48,537,300

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Kinross correctional facility - Kincheloe	36,660,400	36,660,400
2	Marquette branch prison - Marquette	37,952,800	37,952,800
3	Muskegon correctional facility - Muskegon	22,989,200	22,989,200
4	Newberry correctional facility - Newberry	24,244,000	24,244,000
5	Oaks correctional facility - Eastlake	34,623,300	34,623,300
6	Ojibway correctional facility - Marenisco	22,451,300	22,451,300
7	Pugsley correctional facility - Kingsley	23,728,400	23,728,400
8	Saginaw correctional facility - Freeland	32,782,200	32,782,200
9	St. Louis correctional facility - St. Louis	36,855,900	36,855,900
10	Sec. 5-106. SOUTHERN REGION CORRECTIONAL FACILITIES		
11	Average population.....	23,222	23,222
12	Full-time equated classified positions.....	5,158.9	5,158.9
13	Southern region correctional facilities	\$ 598,884,400	598,884,400
14	GROSS APPROPRIATION	\$ 598,884,400	\$ 598,884,400
15	Appropriated from:		
16	Federal revenues	1,659,900	1,659,900
17	State restricted revenues	283,900	283,900
18	State general fund/general purpose	\$ 596,940,600	\$ 596,940,600
19	Schedule of programs:		
20	Bellamy Creek correctional facility - Ionia	44,166,000	44,166,000
21	Carson City correctional facility - Carson City	47,434,500	47,434,500
22	Cooper Street correctional facility - Jackson	28,658,700	28,658,700
23	G. Robert Cotton correctional facility - Jackson ...	42,137,200	42,137,200
24	Charles E. Egeler correctional facility - Jackson ..	46,515,800	46,515,800
25	Richard A. Handlon correctional facility - Ionia ...	28,250,000	28,250,000
26	Gus Harrison correctional facility - Adrian	49,362,600	49,362,600
27	Women's Huron Valley correctional complex -		
28	Ypsilanti	61,042,800	61,042,800
29	Ionia correctional facility - Ionia	33,526,800	33,526,800
30	Lakeland correctional facility - Coldwater	31,677,900	31,677,900
31	Macomb correctional facility - New Haven	33,743,000	33,743,000
32	Maxey/Woodland center correctional facility -		

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Whitmore Lake	31,240,600	31,240,600
2	Michigan reformatory - Ionia	36,826,100	36,826,100
3	Parnall correctional facility - Jackson	29,016,600	29,016,600
4	Thumb correctional facility - Lapeer	32,912,300	32,912,300
5	Special alternative incarceration program (Camp		
6	Cassidy Lake)	14,787,300	14,787,300
7	Ionia and Jackson area utilities	7,586,200	7,586,200
8	Sec. 5-107. INFORMATION TECHNOLOGY SERVICES AND PROJECTS		
9	Information technology services and projects	\$ 25,420,700	\$ 25,420,700
10	GROSS APPROPRIATION	\$ 25,420,700	\$ 25,420,700
11	Appropriated from:		
12	State restricted revenues	866,300	866,300
13	State general fund/general purpose	\$ 24,554,400	\$ 24,554,400
14	Schedule of programs:		
15	Information technology services and projects	25,420,700	25,420,700
16	Sec. 5-108. CAPITAL OUTLAY		
17	Capital outlay	\$ 6,000,000	\$ 6,000,000
18	GROSS APPROPRIATION	\$ 6,000,000	\$ 6,000,000
19	Appropriated from:		
20	State restricted revenues	6,000,000	6,000,000
21	State general fund/general purpose	\$ 0	\$ 0
22	Schedule of programs:		
23	Security improvements	6,000,000	6,000,000
24	Sec. 5-109. ONE-TIME APPROPRIATIONS		
25	One-time appropriations	\$ 9,032,500	\$ 0
26	GROSS APPROPRIATION	\$ 9,032,500	\$ 0
27	Appropriated from:		
28	State general fund/general purpose	\$ 9,032,500	\$ 0
29	Schedule of programs:		
30	New custody staff training (one-time appropriation)	9,032,500	0

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32

PART 2

1 PROVISIONS CONCERNING APPROPRIATIONS

2 FISCAL YEAR 2014

3
4 GENERAL SECTIONS

5 Sec. 5-201. Pursuant to section 30 of article IX of the state constitution of 1963,
6 total state spending from state resources under part 1 for fiscal year 2013-2014 is
7 \$2,019,079,700.00 and state spending from state resources to be paid to local units of
8 government for fiscal year 2013-2014 is \$90,859,700.00. The itemized statement below
9 identifies appropriations from which spending to local units of government will occur:

10 DEPARTMENT OF CORRECTIONS

11 Community parole and probation supervision - assumption of county

12 probation staff \$ 57,036,100

13 Community parole and probation supervision - community corrections

14 comprehensive plans and services 12,158,000

15 Community parole and probation supervision - residential services ... 15,475,500

16 Community parole and probation supervision - felony drunk driver jail

17 reduction and community treatment program 1,440,100

18 Community parole and probation supervision - public safety initiative 4,750,000

19 TOTAL \$ 90,859,700

20 Sec. 5-203. As used in this article:

21 (a) "Administrative segregation" means confinement for maintenance of order or
22 discipline to a cell or room apart from accommodations provided for inmates who are
23 participating in programs of the facility.

24 (b) "Department" or "MDOC" means the Michigan department of corrections.

25 (c) "Serious mental illness" means that term as defined in section 100d(3) of the
26 mental health code, 1974 PA 328, MCL 330.1100d.

27 Sec. 5-211. The department may charge fees and collect revenues in excess of
28 appropriations in part 1 not to exceed the cost of offender services and programming,
29 employee meals, parolee loans, academic/vocational services, custody escorts, compassionate
30 visits, union steward activities, public works programs and services provided to local units
31 of government. The revenues and fees collected are appropriated for all expenses associated
32 with these services and activities.

1 Sec. 5-216. The departments and agencies receiving appropriations in part 1 shall
2 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
3 travel report shall be a listing of all travel by classified and unclassified employees
4 outside this state in the immediately preceding fiscal year that was funded in whole or in
5 part with funds appropriated in the department's budget. The report shall be submitted to the
6 senate and house appropriations committees, the house and senate fiscal agencies, and the
7 state budget director. The report shall include the following information:

8 (a) The dates of each travel occurrence.

9 (b) The transportation and related costs of each travel occurrence, including the
10 proportion funded with state general fund/general purpose revenues, the proportion funded
11 with state restricted revenues, the proportion funded with federal revenues, and the
12 proportion funded with other revenues.

13 Sec. 5-219. Revenues appropriated and collected for special equipment funds shall be
14 considered state restricted revenue and shall be used for special equipment and security
15 projects. Unexpended funds remaining at the close of the fiscal year shall not lapse to the
16 general fund, but shall be carried forward and be available for appropriation in subsequent
17 fiscal years.

18 Sec. 5-220. Not later than November 30, the state budget office shall prepare and
19 transmit a report that provides for estimates of the total general fund/general purpose
20 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
21 projected year-end general fund/general purpose appropriation lapses by major departmental
22 program or program areas. The report shall be transmitted to the chairpersons of the senate
23 and house appropriations committees, and the senate and house fiscal agencies.

24 Sec. 5-221. The department shall cooperate with the department of technology,
25 management and budget to maintain a searchable website accessible by the public at no cost
26 that includes, but is not limited to, all of the following for each department or agency:

27 (a) Fiscal year-to-date expenditures by category.

28 (b) Fiscal year-to-date expenditures by appropriation unit.

29 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,
30 payment date, payment amount, and payment description.

31 (d) The number of active department employees by job classification.

32 (e) Job specifications and wage rates.

1 Sec. 5-223. (1) In addition to the funds appropriated in part 1, there is appropriated
2 an amount not to exceed \$10,000,000.00 for federal contingency funds. These funds are not
3 available for expenditure until they have been transferred to another line item in this
4 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

5 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
6 not to exceed \$10,000,000.00 for state restricted contingency funds. These funds are not
7 available for expenditure until they have been transferred to another line item in this
8 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

9 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
10 not to exceed \$4,000,000.00 for local contingency funds. These funds are not available for
11 expenditure until they have been transferred to another line item in this article under
12 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

13 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
14 not to exceed \$2,000,000.00 for private contingency funds. These funds are not available for
15 expenditure until they have been transferred to another line item in this article under
16 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

17 Sec. 5-229. Within 14 days after the release of the executive budget recommendation,
18 the department shall cooperate with the state budget office to provide the senate and house
19 appropriations chairs, the senate and house appropriations subcommittees chairs, and the
20 senate and house fiscal agencies with an annual report on estimated state restricted fund
21 balances, state restricted fund projected revenues, and state restricted fund expenditures
22 for the fiscal years ending September 30, 2013 and September 30, 2014.

23 Sec. 5-230. Funds appropriated in part 1 shall not be used by a principal executive
24 department, state agency, or authority to hire a person to provide legal services that are
25 the responsibility of the attorney general. This prohibition does not apply to legal services
26 for bonding activities and for those outside services that the attorney general authorizes.

27 Sec. 5-231. The department shall maintain, on a publicly accessible website, a
28 department scorecard that identifies, tracks and regularly updates key metrics that are used
29 to monitor and improve the agency's performance.

30
31 **DEPARTMENT-WIDE**

32 Sec. 5-301. For 3 years after a felony offender is released from the department's

jurisdiction, the department shall maintain the offender's file on the offender tracking information system and make it publicly accessible in the same manner as the file of the current offender. However, the department shall immediately remove the offender's file from the offender tracking information system upon determination that the offender was wrongfully convicted and the offender's file is not otherwise required to be maintained on the offender tracking information system.

Sec. 5-302. From the funds appropriated in part 1 for prosecutorial and detainer expenses, the department shall reimburse counties for housing and custody of parole violators and offenders being returned by the department from community placement who are available for return to institutional status and for prisoners who volunteer for placement in a county jail.

Sec. 5-303. Funds included in part 1 for the sheriffs' coordinating and training office are appropriated for and may be expended to defray costs of continuing education, certification, recertification, decertification, and training of local corrections officers, the personnel and administrative costs of the sheriffs' coordinating and training office, the local corrections officers advisory board, and the sheriffs' coordinating and training council under the local corrections officers training act, 2003 PA 125, MCL 791.531 to 791.546.

COMMUNITY PAROLE AND PROBATION SUPERVISION

Sec. 5-401. The department shall submit 3-year and 5-year prison population projection updates concurrent with submission of the executive budget to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, and the state budget director. The report shall include explanations of the methodology and assumptions used in developing the projection updates.

Sec. 5-408. The department shall measure the recidivism rates of offenders using at least a 3-year period following their release from prison. Any time spent in a county jail or otherwise incarcerated shall be included in the recidivism rates.

Sec. 5-410. Funds awarded for residential services in part 1 shall provide for a per diem reimbursement of not more than \$47.50 for nonaccredited facilities, or of not more than \$48.50 for facilities that have been accredited by the American corrections association or a similar organization as approved by the department.

1 Sec. 5-414. (1) The department shall administer a county jail reimbursement program
2 from the funds appropriated in part 1 for the purpose of reimbursing counties for housing in
3 jails certain felons who otherwise would have been sentenced to prison.

4 (2) The county jail reimbursement program shall reimburse counties for convicted
5 felons in the custody of the sheriff if the conviction was for a crime committed on or after
6 January 1, 1999 and 1 of the following applies:

7 (a) The felon's sentencing guidelines recommended range upper limit is more than 18
8 months, the felon's sentencing guidelines recommended range lower limit is 12 months or less,
9 the felon's prior record variable score is 35 or more points, and the felon's sentence is not
10 for commission of a crime in crime class G or crime class H or a nonperson crime in crime
11 class F under chapter XVII of the code of criminal procedure, 1927 PA 175, MCL 777.1 to
12 777.69.

13 (b) The felon's minimum sentencing guidelines range minimum is more than 12 months
14 under the sentencing guidelines described in subdivision (a).

15 (c) The felon was sentenced to jail for a felony committed while he or she was on
16 parole and under the jurisdiction of the parole board and for which the sentencing guidelines
17 recommended range for the minimum sentence has an upper limit of more than 18 months.

18 (3) State reimbursement under this subsection shall be \$60.00 per diem per diverted
19 offender for offenders with a presumptive prison guideline score, \$50.00 per diem per
20 diverted offender for offenders with a straddle cell guideline for a group 1 crime, and
21 \$35.00 per diem per diverted offender for offenders with a straddle cell guideline for a
22 group 2 crime. Reimbursements shall be paid for sentences up to a 1-year total.

23 (4) As used in this subsection:

24 (a) "Group 1 crime" means a crime in 1 or more of the following offense categories:
25 arson, assault, assaultive other, burglary, criminal sexual conduct, homicide or resulting in
26 death, other sex offenses, robbery, and weapon possession as determined by the department of
27 corrections based on specific crimes for which counties received reimbursement under the
28 county jail reimbursement program in fiscal year 2007 and fiscal year 2008, and listed in the
29 county jail reimbursement program document titled "FY 2007 and FY 2008 Group One Crimes
30 Reimbursed", dated March 31, 2009.

31 (b) "Group 2 crime" means a crime that is not a group 1 crime, including larceny,
32 fraud, forgery, embezzlement, motor vehicle, malicious destruction of property, controlled

1 substance offense, felony drunk driving, and other nonassaultive offenses.

2 (c) "In the custody of the sheriff" means that the convicted felon has been sentenced
3 to the county jail and is either housed in the county jail or has been released from jail and
4 is being monitored through the use of the sheriff's electronic monitoring system.

5 (5) County jail reimbursement program expenditures shall not exceed the amount
6 appropriated in part 1 for the county jail reimbursement program. Payments to counties under
7 the county jail reimbursement program shall be made in the order in which properly documented
8 requests for reimbursements are received. A request shall be considered to be properly
9 documented if it meets MDOC requirements for documentation. By October 15, 2013, the
10 department shall distribute the documentation requirements to all counties.

11 Sec. 5-416. Allowable uses for the felony drunk driver jail reduction and community
12 treatment program shall include reimbursing counties for transportation, treatment costs, and
13 housing felony drunk drivers during a period of assessment for treatment and case planning.
14 Reimbursements for housing offenders during the assessment process shall be at the rate of
15 \$43.50 per day per offender, up to a maximum of 5 days per offender.

16 Sec. 5-417. (1) All prisoners, probationers, and parolees involved with the electronic
17 tether program shall reimburse the department for costs associated with their participation
18 in the program. The department may require community service work reimbursement as a means of
19 payment for those able-bodied individuals unable to pay for the costs of the equipment.

20 (2) Program participant contributions and local community tether program reimbursement
21 for the electronic tether program appropriated in part 1 are related to program expenditures
22 and may be used to offset expenditures for this purpose.

23 (3) Included in the appropriation in part 1 is adequate funding to implement the
24 community tether program to be administered by the department. The community tether program
25 is intended to provide sentencing judges and county sheriffs in coordination with local
26 community corrections advisory boards access to the state's electronic tether program to
27 reduce prison admissions and improve local jail utilization. The department shall determine
28 the appropriate distribution of the tether units throughout the state based upon locally
29 developed comprehensive corrections plans under the community corrections act, 1988 PA 511,
30 MCL 791.401 to 791.414.

31 (4) For a fee determined by the department, the department shall provide counties with
32 the tether equipment, replacement parts, administrative oversight of the equipment's

operation, notification of violators, and periodic reports regarding county program participants. Counties are responsible for tether equipment installation and service. For an additional fee as determined by the department, the department shall provide staff to install and service the equipment. Counties are responsible for the coordination and apprehension of program violators.

(5) Any county with tether charges outstanding over 60 days shall be considered in violation of the community tether program agreement and lose access to the program.

PRISON OPERATIONS

Sec. 5-905. (1) The inmate housing fund shall be used for the custody, treatment, clinical, and administrative costs associated with the housing of prisoners other than those specifically budgeted for elsewhere in this article. Funding in the inmate housing fund is appropriated into a separate control account. Funding in the control account shall be distributed as necessary into separate accounts created to separately identify costs for specific purposes.

(2) Quarterly reports on all expenditures from the inmate housing fund shall be submitted by the department to the state budget director, the senate and house appropriations subcommittees on corrections, and the senate and house fiscal agencies.

Sec. 5-906. Any local unit of government or private non-profit organization that contracts with the department for public works services shall be responsible for financing the entire cost of such an agreement.

Sec. 5-924. The department shall evaluate all prisoners at intake for substance abuse disorders, developmental disorders, serious mental illness, and other mental health disorders. Prisoners with serious mental illness shall not be confined in administrative segregation due to serious mental illness. Under the supervision of a mental health professional, a prisoner with serious mental illness may be secluded in a therapeutic environment for the safety of the prisoner or others. A prisoner in therapeutic seclusion shall be evaluated by a mental health professional at a frequency set forth in the mental health code, 1974 PA 258, MCL 330.1001 to 330.2106.

Sec. 5-929. The department shall provide appropriate placement for prisoners less than 19 years of age who have serious mental illness, serious emotional disturbance, or a developmental disorder and need to be housed separately from the general population.

1 Prisoners less than 19 years of age who have serious mental illness, serious emotional
2 disturbance, or a developmental disorder shall not be placed in administrative segregation
3 due to serious mental illness or serious emotional disturbance. Under the supervision of a
4 mental health professional, a prisoner less than 19 years of age with serious mental illness
5 or serious emotional disturbance may be secluded in a therapeutic environment for the safety
6 of the prisoner or others. A prisoner in therapeutic seclusion shall be evaluated by a mental
7 health professional at a frequency set forth in the mental health code, 1974 PA 258, MCL
8 330.1001 to 330.2106.

9
10 **CAPITAL OUTLAY**

11 Sec. 5-1001. The appropriations in part 1 for capital outlay shall be carried forward
12 at the end of the fiscal year consistent with the provisions of section 248 of the management
13 and budget act, 1984 PA 431, MCL 18.1248.

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14 **Article 6**

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16 **DEPARTMENT OF EDUCATION**
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25 PART 1

26 LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

27 Sec. 6-101. Subject to the conditions set forth in this article, the amounts listed in
28 this part for the department of education and certain state purposes related to education are
29 appropriated for the fiscal year ending September 30, 2014, and are anticipated to be
30 appropriated for the fiscal year ending September 30, 2015, from the funds indicated in this
31 part. The following is a summary of the appropriations and anticipated appropriations in this
32 part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	DEPARTMENT OF EDUCATION		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	6.0	6.0
4	Full-time equated classified positions.....	588.5	588.5
5	GROSS APPROPRIATION	\$ 318,888,400	\$ 320,929,600
6	Total interdepartmental grants and		
7	intradepartmental transfers.....	0	0
8	ADJUSTED GROSS APPROPRIATION	\$ 318,888,400	\$ 320,929,600
9	Total federal revenues	232,395,400	233,319,700
10	Total local revenues	5,633,700	5,690,000
11	Total private revenues	1,933,300	1,933,300
12	Total other state restricted revenues	8,032,100	8,155,500
13	State general fund/general purpose	\$ 70,893,900	\$ 71,831,100
14	State general fund/general purpose schedule:		
15	Ongoing state general fund/general purpose	70,893,900	71,831,100
16	One-time state general fund/general purpose	0	0
17	Sec. 6-102. STATE BOARD OF EDUCATION/OFFICE OF THE		
18	SUPERINTENDENT		
19	Full-time equated unclassified positions.....	6.0	6.0
20	Full-time equated classified positions.....	11.0	11.0
21	State board of education/office of the superintendent .	\$ 2,892,200	\$ 2,892,200
22	GROSS APPROPRIATION	\$ 2,892,200	\$ 2,892,200
23	Appropriated from:		
24	Federal revenues	219,400	219,400
25	Private revenues	28,100	28,100
26	Other state restricted revenues	852,000	852,000
27	State general fund/general purpose	\$ 1,792,700	\$ 1,792,700
28	Schedule of programs:		
29	State board of education, per diem payments	24,400	24,400
30	Unclassified positions	775,700	775,700
31	State board/superintendent operations	2,092,100	2,092,100
32	Sec. 6-103. CENTRAL SUPPORT		

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Full-time equated classified positions.....	23.6	23.6
2	Central support	\$ <u>7,347,200</u>	\$ <u>8,688,400</u>
3	GROSS APPROPRIATION	\$ 7,347,200	\$ 8,688,400
4	Appropriated from:		
5	Federal revenues	3,976,800	4,901,100
6	Local revenues	0	56,300
7	Other state restricted revenues	728,900	852,300
8	State general fund/general purpose	\$ 2,641,500	\$ 2,878,700
9	<i>Schedule of programs:</i>		
10	Central support operations	3,575,900	3,575,900
11	Worker's compensation	35,000	35,000
12	Building occupancy charges - property		
13	management services	3,031,600	3,031,600
14	Training and orientation workshops	150,000	150,000
15	Terminal leave payments	554,700	554,700
16	Active and retiree insurance and pension adjustment	0	1,341,200
17	Sec. 6-104. INFORMATION TECHNOLOGY SERVICES		
18	Full-time equated classified positions.....	0.0	0.0
19	Information technology services	\$ <u>4,126,500</u>	\$ <u>4,126,500</u>
20	GROSS APPROPRIATION	\$ 4,126,500	\$ 4,126,500
21	Appropriated from:		
22	Federal revenues	2,346,000	2,346,000
23	Local revenues	76,500	76,500
24	Other state restricted revenues	382,300	382,300
25	State general fund/general purpose	\$ 1,321,700	\$ 1,321,700
26	<i>Schedule of programs:</i>		
27	Information technology operations	4,126,500	4,126,500
28	Sec. 6-105. SPECIAL EDUCATION SERVICES		
29	Full-time equated classified positions.....	47.0	47.0
30	Special education services	\$ <u>8,850,400</u>	\$ <u>8,850,400</u>
31	GROSS APPROPRIATION	\$ 8,850,400	\$ 8,850,400
32	Appropriated from:		

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Federal revenues	8,375,100	8,375,100
2	Private revenues	110,100	110,100
3	Other state restricted revenues	43,700	43,700
4	State general fund/general purpose	\$ 321,500	\$ 321,500
5	<i>Schedule of programs:</i>		
6	Special education operations	8,850,400	8,850,400
7	Sec. 6-106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND		
8	Full-time equated classified positions.....	77.0	77.0
9	Michigan schools for the deaf and blind	\$ 13,030,700	\$ 13,030,700
10	GROSS APPROPRIATION	\$ 13,030,700	\$ 13,030,700
11	Appropriated from:		
12	Federal revenues	6,721,500	6,721,500
13	Local revenues	5,545,500	5,545,500
14	Private revenues	545,100	545,100
15	Other state restricted revenues	218,600	218,600
16	State general fund/general purpose	\$ 0	\$ 0
17	<i>Schedule of programs:</i>		
18	Michigan schools for the deaf and blind operations .	12,485,600	12,485,600
19	Camp Tuhsmeheeta	295,100	295,100
20	Private gifts-blind	200,000	200,000
21	Private gifts-deaf	50,000	50,000
22	Sec. 6-107. PROFESSIONAL PREPARATION SERVICES		
23	Full-time equated classified positions.....	34.0	34.0
24	Professional preparation services	\$ 5,893,100	\$ 5,893,100
25	GROSS APPROPRIATION	\$ 5,893,100	\$ 5,893,100
26	Appropriated from:		
27	Federal revenues	1,427,700	1,427,700
28	Other state restricted revenues	4,247,300	4,247,300
29	State general fund/general purpose	\$ 218,100	\$ 218,100
30	<i>Schedule of programs:</i>		
31	Professional preparation operations	5,827,100	5,827,100
32	Department of attorney general	66,000	66,000

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Sec. 6-108. MICHIGAN OFFICE OF GREAT START		
2	Full-time equated classified positions.....	62.0	62.0
3	Michigan office of great start	\$ 196,791,800	\$ 196,791,800
4	GROSS APPROPRIATION	\$ 196,791,800	\$ 196,791,800
5	Appropriated from:		
6	Federal revenues	156,279,800	156,279,800
7	Private revenues	250,000	250,000
8	Other state restricted revenues	63,500	63,500
9	State general fund/general purpose	\$ 40,198,500	\$ 40,198,500
10	<i>Schedule of programs:</i>		
11	Michigan office of great start operations	22,192,900	22,192,900
12	Child development and care external support	17,491,000	17,491,000
13	Head start collaboration office	305,300	305,300
14	Child development care public assistance	156,802,600	156,802,600
15	Sec. 6-109. STATE AID AND SCHOOL FINANCE SERVICES		
16	Full-time equated classified positions.....	9.5	9.5
17	State aid and school finance services	\$ 1,343,300	\$ 1,343,300
18	GROSS APPROPRIATION	\$ 1,343,300	\$ 1,343,300
19	Appropriated from:		
20	State general fund/general purpose	\$ 1,343,300	\$ 1,343,300
21	<i>Schedule of programs:</i>		
22	State aid and school finance operations	1,343,300	1,343,300
23	Sec. 6-110. AUDIT SERVICES		
24	Full-time equated classified positions.....	4.5	4.5
25	Audit services	\$ 594,500	\$ 594,500
26	GROSS APPROPRIATION	\$ 594,500	\$ 594,500
27	Appropriated from:		
28	Federal revenues	472,600	472,600
29	Other state restricted revenues	60,400	60,400
30	State general fund/general purpose	\$ 61,500	\$ 61,500
31	<i>Schedule of programs:</i>		
32	Audit operations	594,500	594,500

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Sec. 6-111. ADMINISTRATIVE LAW SERVICES		
2	Full-time equated classified positions.....	2.0	2.0
3	Administrative law services	\$ <u>1,272,100</u>	\$ <u>1,272,100</u>
4	GROSS APPROPRIATION	\$ 1,272,100	\$ 1,272,100
5	Appropriated from:		
6	Federal revenues	551,600	551,600
7	Other state restricted revenues	651,000	651,000
8	State general fund/general purpose	\$ 69,500	\$ 69,500
9	<i>Schedule of programs:</i>		
10	Administrative law operations	1,272,100	1,272,100
11	Sec. 6-112. BUREAU OF ASSESSMENT AND ACCOUNTABILITY		
12	Full-time equated classified positions.....	65.6	65.6
13	Bureau of assessment and accountability	\$ <u>12,494,600</u>	\$ <u>12,494,600</u>
14	GROSS APPROPRIATION	\$ 12,494,600	\$ 12,494,600
15	Appropriated from:		
16	Federal revenues	11,329,100	11,329,100
17	State general fund/general purpose	\$ 1,165,500	\$ 1,165,500
18	<i>Schedule of programs:</i>		
19	Bureau of assessment and accountability operations .	12,494,600	12,494,600
20	Sec. 6-113. SCHOOL SUPPORT SERVICES		
21	Full-time equated classified positions.....	82.6	82.6
22	School support services	\$ <u>17,951,700</u>	\$ <u>17,951,700</u>
23	GROSS APPROPRIATION	\$ 17,951,700	\$ 17,951,700
24	Appropriated from:		
25	Federal revenues	16,112,600	16,112,600
26	Local revenues	11,700	11,700
27	Private revenues	1,000,000	1,000,000
28	Other state restricted revenues	156,500	156,500
29	State general fund/general purpose	\$ 670,900	\$ 670,900
30	<i>Schedule of programs:</i>		
31	School support services operations	14,951,700	14,951,700
32	Federal and private grants	3,000,000	3,000,000

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Sec. 6-114. FIELD SERVICES		
2	Full-time equated classified positions.....	46.0	46.0
3	Field services	\$ <u>9,104,000</u>	\$ <u>9,104,000</u>
4	GROSS APPROPRIATION	\$ 9,104,000	\$ 9,104,000
5	Appropriated from:		
6	Federal revenues	8,747,200	8,747,200
7	Other state restricted revenues	75,400	75,400
8	State general fund/general purpose	\$ 281,400	\$ 281,400
9	<i>Schedule of programs:</i>		
10	<i>Field services operations</i>	<i>9,104,000</i>	<i>9,104,000</i>
11	Sec. 6-115. EDUCATIONAL IMPROVEMENT AND INNOVATION		
12	Full-time equated classified positions.....	57.7	57.7
13	Educational improvement and innovation	\$ <u>8,407,100</u>	\$ <u>8,407,100</u>
14	GROSS APPROPRIATION	\$ 8,407,100	\$ 8,407,100
15	Appropriated from:		
16	Federal revenues	6,449,400	6,449,400
17	Other state restricted revenues	552,500	552,500
18	State general fund/general purpose	\$ 1,405,200	\$ 1,405,200
19	<i>Schedule of programs:</i>		
20	<i>Educational improvement and innovation operations ..</i>	<i>8,407,100</i>	<i>8,407,100</i>
21	Sec. 6-116. CAREER AND TECHNICAL EDUCATION		
22	Full-time equated classified positions.....	27.0	27.0
23	Career and technical education	\$ <u>4,704,500</u>	\$ <u>4,704,500</u>
24	GROSS APPROPRIATION	\$ 4,704,500	\$ 4,704,500
25	Appropriated from:		
26	Federal revenues	3,782,900	3,782,900
27	State general fund/general purpose	\$ 921,600	\$ 921,600
28	<i>Schedule of programs:</i>		
29	<i>Career and technical education operations</i>	<i>4,704,500</i>	<i>4,704,500</i>
30	Sec. 6-117. LIBRARY OF MICHIGAN		
31	Full-time equated classified positions.....	33.0	33.0
32	Library of Michigan	\$ <u>21,974,200</u>	\$ <u>22,674,200</u>

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	GROSS APPROPRIATION	\$ 21,974,200	\$ 22,674,200
2	Appropriated from:		
3	Federal revenues	5,603,700	5,603,700
4	State general fund/general purpose	\$ 16,370,500	\$ 17,070,500
5	Schedule of programs:		
6	Library of Michigan operations	4,308,200	4,308,200
7	Library services and technology program	5,603,700	5,603,700
8	State aid to libraries	7,512,300	7,512,300
9	Michigan eLibrary	1,750,000	1,750,000
10	Renaissance Zone reimbursements	1,500,000	1,500,000
11	MPERS payments to libraries	1,300,000	2,000,000

12 **Sec. 6-118. SCHOOL REFORM OFFICE**

13	Full-time equated classified positions.....	6.0	6.0
14	School reform office	\$ 2,110,500	\$ 2,110,500
15	GROSS APPROPRIATION	\$ 2,110,500	\$ 2,110,500
16	Appropriated from:		
17	State general fund/general purpose	\$ 2,110,500	\$ 2,110,500
18	Schedule of programs:		
19	School reform office operations	2,110,500	2,110,500

21 PART 2

22 PROVISIONS CONCERNING APPROPRIATIONS

23 FISCAL YEAR 2014

25 **GENERAL SECTIONS**

26 Sec. 6-201. Pursuant to section 30 of article IX of the state constitution of 1963,
27 total state spending from state resources under part 1 for the fiscal year ending 2013-2014
28 is \$78,926,000.00 and state spending from state resources to be paid to local units of
29 government for the fiscal year ending 2013-2014 is \$10,312,300.00. The itemized statement
30 below identifies appropriations from which spending to local units of government will occur:

31 DEPARTMENT OF EDUCATION

32	State aid to libraries	\$	7,512,300
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Renaissance zone reimbursements	1,500,000
MPSERS payments to libraries	<u>1,300,000</u>
TOTAL	\$ 10,312,300

Sec. 6-202. As used in this article:

(a) "Department" means the Michigan department of education.

(b) "District" means a local school district as defined in section 6 of the revised school code, 1976 PA 451, MCL 380.6, or a public school academy as defined in section 5 of the revised school code, 1976 PA 451, MCL 380.5.

(c) "Participating entity" means a district library that is a reporting unit of the Michigan public school employees' retirement system under the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437, and that reports employees to the Michigan public school employees' retirement system for the applicable fiscal year.

(d) "Retirement board" means the board that administers the retirement system under the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.

(e) "Retirement system" and "MPSERS" means the Michigan public school employees' retirement system under the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.

Sec. 6-203. The department shall provide through the Internet the state board of education agenda and all supporting documents, and shall notify the state budget director and the senate and house fiscal agencies that the agenda and supporting documents are available on the Internet, at the time the agenda and supporting documents are provided to state board of education members.

Sec. 6-204. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

(a) Fiscal year-to-date expenditures by category.

(b) Fiscal year-to-date expenditures by appropriation unit.

(c) Fiscal year-to-date payments to a selected vendor, including the vendor name, payment date, payment amount, and payment description.

(d) The number of active department employees by job classification.

(e) Job specifications and wage rates.

Sec. 6-205. The departments and agencies receiving appropriations in part 1 shall

1 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
2 travel report shall be a listing of all travel by classified and unclassified employees
3 outside this state in the immediately preceding fiscal year that was funded in whole or in
4 part with funds appropriated in the department's budget. The report shall be submitted to the
5 senate and house appropriations committees, the house and senate fiscal agencies, and the
6 state budget director. The report shall include the following information:

7 (a) The dates of each travel occurrence.

8 (b) The transportation and related costs of each travel occurrence, including the
9 proportion funded with state general fund/general purpose revenues, the proportion funded
10 with state restricted revenues, the proportion funded with federal revenues, and the
11 proportion funded with other revenues.

12 Sec. 6-206. The department shall maintain, on a publicly accessible website, a
13 department scorecard that identifies, tracks and regularly updates key metrics that are used
14 to monitor and improve the agency's performance.

15 Sec. 6-207. (1) In addition to the funds appropriated in part 1, there is appropriated
16 an amount not to exceed \$5,000,000.00 for federal contingency funds. These funds are not
17 available for expenditure until they have been transferred to another line item in this
18 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

19 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
20 not to exceed \$700,000.00 for state restricted contingency funds. These funds are not
21 available for expenditure until they have been transferred to another line item in this
22 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

23 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
24 not to exceed \$250,000.00 for local contingency funds. These funds are not available for
25 expenditure until they have been transferred to another line item in this article under
26 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

27 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
28 not to exceed \$3,000,000.00 for private contingency funds. These funds are not available for
29 expenditure until they have been transferred to another line item in this article under
30 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

31 Sec. 6-208. Funds appropriated in part 1 shall not be used by a principal executive
32 department, state agency, or authority to hire a person to provide legal services that are

1 the responsibility of the attorney general. This prohibition does not apply to legal services
2 for bonding activities and for those outside services that the attorney general authorizes.

3 Sec. 6-209. Not later than November 30, the state budget office shall prepare and
4 transmit a report that provides for estimates of the total general fund/general purpose
5 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
6 projected year-end general fund/general purpose appropriation lapses by major departmental
7 program or program areas. The report shall be transmitted to the chairpersons of the senate
8 and house appropriations committees, and the senate and house fiscal agencies.

9 Sec. 6-210. Within 14 days after the release of the executive budget recommendation,
10 the department shall cooperate with the state budget office to provide the senate and house
11 appropriations chairs, the senate and house appropriations subcommittees chairs, and the
12 senate and house fiscal agencies with an annual report on estimated state restricted fund
13 balances, state restricted fund projected revenues, and state restricted fund expenditures
14 for the fiscal years ending September 30, 2013 and September 30, 2014.

15 Sec. 6-211. The department may assist the department of community health, other
16 departments, and local school districts to secure reimbursement for eligible services
17 provided in Michigan schools from the federal Medicaid program. The department may submit
18 reports of direct expenses related to this effort to the department of community health for
19 reimbursement.

20 Sec. 6-212. (1) In addition to the funds appropriated in part 1, there is appropriated
21 up to \$180,000.00 from payments for sub-recipient monitoring services provided to other
22 departments.

23 (2) The funds may be expended for all expenses necessary to provide the required sub-
24 recipient monitoring services to other departments.

25
26 **STATE BOARD/OFFICE OF THE SUPERINTENDENT**

27 Sec. 6-301. (1) The appropriations in part 1 may be used for per diem payments to the
28 state board for meetings at which a quorum is present or for performing official business
29 authorized by the state board. The per diem payments shall be at a rate as follows:

30 (a) State board of education - president - \$110.00 per day.

31 (b) State board of education - member other than president - \$100.00 per day.

32 (2) A state board of education member shall not be paid a per diem for more than 30

1 days per year.

2 Sec. 6-302. From the amount appropriated in part 1 to the state board of education,
3 not more than \$35,000.00 shall be expended for in-state travel and out-of-state travel
4 directly related to the duties of the state board of education.

5

6 **MICHIGAN SCHOOLS FOR THE DEAF AND BLIND**

7 Sec. 6-401. For each student enrolled at the Michigan schools for the deaf and blind,
8 the department shall assess the intermediate school district of residence 100% of the cost of
9 operating the student's instructional program. The amount shall exclude room and board
10 related costs and the cost of weekend transportation between the school and the student's
11 home.

12 Sec. 6-402. (1) The Michigan schools for the deaf and blind may promote its
13 residential program as a possible appropriate option for children who are deaf or hard of
14 hearing or who are blind or visually impaired. The Michigan schools for the deaf and blind
15 shall distribute information detailing its services to all intermediate school districts in
16 the state.

17 (2) Upon knowledge of or recognition by an intermediate school district that a child
18 in the district is deaf or hard of hearing or blind or visually impaired, the intermediate
19 school district shall provide to the parents of the child the literature distributed by the
20 Michigan schools for the deaf and blind to intermediate school districts under subsection
21 (1).

22 (3) Parents will continue to have a choice regarding the educational placement of
23 their deaf or hard-of-hearing children.

24 Sec. 6-403. Revenue received by the Michigan schools for the deaf and blind from
25 gifts, bequests, donations, and local school district service fees that is unexpended at the
26 end of the state fiscal year may be carried over to the succeeding fiscal year and shall not
27 revert to the general fund.

28

29 **PROFESSIONAL PREPARATION SERVICES**

30 Sec. 6-501. The department shall authorize teacher preparation institutions to provide
31 an alternative program by which up to 1/2 of the required student internship or student
32 teaching credits may be earned through substitute teaching. The department shall require that

1 teacher preparation institutions collaborate with school districts to ensure that the quality
2 of instruction provided to student teachers is comparable to that required in a traditional
3 student teaching program.

4 Sec. 6-502. Revenue received from teacher testing fees that is unexpended at the end
5 of the state fiscal year may be carried over to the succeeding fiscal year and shall not
6 revert to the general fund.

7
8 **LIBRARY OF MICHIGAN**

9 Sec. 6-601. In addition to the funds appropriated in part 1, the funds collected by
10 the department for document reproduction and services; conferences, workshops, and training
11 classes; and the use of specialized equipment, facilities, and software are appropriated for
12 all expenses necessary to provide the required services. These funds are available for
13 expenditure when they are received and may be carried forward into the next succeeding fiscal
14 year.

15 Sec. 6-602. (1) The funds appropriated in part 1 for renaissance zone reimbursements
16 shall be used to reimburse public libraries pursuant to section 12 of the Michigan
17 renaissance zone act, 1996 PA 376, MCL 125.2692, for taxes levied in 2013. The allocations
18 shall be made not later than 60 days after the department of treasury certifies to the
19 department and to the state budget director that the department of treasury has received all
20 necessary information to properly determine the amounts due to each eligible recipient.

21 (2) If the amount appropriated under this section is not sufficient to fully pay
22 obligations under this section, payments shall be prorated on an equal basis among all
23 eligible public libraries.

24 Sec. 6-603. (1) The funds appropriated in part 1 for MPSERS payments to libraries
25 shall be used for payments to district libraries that are participating entities of the
26 Michigan public school employees' retirement system.

27 (2) Payments made under this section shall be considered to be the difference between
28 the unfunded actuarial accrued liability contribution rate as calculated pursuant to section
29 41 of the public school employees retirement act of 1979, 1980 PA 300, MCL 38.1341, and the
30 maximum employer rate of 20.96% stipulated in section 41 of the public school employees
31 retirement act of 1979, 1980 PA 300, MCL 38.1341.

32 (3) The amount allocated to each district library under this section shall be based on

1 each district library's percentage of the total covered payroll for all district libraries
2 that are participating entities for the immediately preceding fiscal year. District libraries
3 that receive funds under this section shall use the funds solely for the purpose of
4 retirement contributions as specified in subsection (4).

5 (4) Each participating entity receiving funds under this section shall forward an
6 amount equal to the amount allocated under subsection (3) to the retirement system in a form
7 and manner determined by the retirement system.

8
9 **MICHIGAN OFFICE OF GREAT START**

10 Sec. 6-701. (1) The department shall provide the house and senate appropriations
11 subcommittees on the department budget with an annual report on the activities of the early
12 childhood investment corporation (ECIC) that are funded through grants awarded by the
13 department for fiscal year 2012-2013. The report is due by February 15 and shall contain at
14 least the following information:

15 (a) Detail of the amounts of grants awarded.

16 (b) The activities funded by each grant.

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14 **Article 7**

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16 **DEPARTMENT OF ENVIRONMENTAL QUALITY**
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26 PART 1

27 LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

28 Sec. 7-101. Subject to the conditions set forth in this article, the amounts listed in
29 this part for the department of environmental quality are appropriated for the fiscal year
30 ending September 30, 2014, and are anticipated to be appropriated for the fiscal year ending
31 September 30, 2015, from the funds indicated in this part. The following is a summary of the
32 appropriations and anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	DEPARTMENT OF ENVIRONMENTAL QUALITY		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	6.0	6.0
4	Full-time equated classified positions.....	1,285.5	1,285.5
5	GROSS APPROPRIATION	\$ 512,168,800	\$ 514,655,900
6	Total interdepartmental grants and		
7	intradepartmental transfers.....	9,401,900	9,401,900
8	ADJUSTED GROSS APPROPRIATION	\$ 502,766,900	\$ 505,254,000
9	Total federal revenues	150,929,700	150,929,700
10	Total local revenues	0	0
11	Total private revenues	541,800	541,800
12	Total other state restricted revenues	322,190,900	325,255,800
13	State general fund/general purpose	\$ 29,104,500	\$ 28,526,700
14	<i>State general fund/general purpose schedule:</i>		
15	<i>Ongoing state general fund/general purpose</i>	<i>28,104,500</i>	<i>28,526,700</i>
16	<i>One-time general fund/general purpose</i>	<i>1,000,000</i>	<i>0</i>
17	Sec. 7-102. EXECUTIVE OPERATIONS		
18	Full-time equated unclassified positions.....	6.0	6.0
19	Full-time equated classified positions.....	13.0	13.0
20	Executive operations	\$ 2,754,000	\$ 6,241,100
21	GROSS APPROPRIATION	\$ 2,754,000	\$ 6,241,100
22	Appropriated from:		
23	Federal revenues	38,900	38,900
24	State restricted revenues	1,254,600	4,319,500
25	State general fund/general purpose	\$ 1,460,500	\$ 1,882,700
26	<i>Schedule of programs:</i>		
27	<i>Unclassified salaries</i>	<i>707,000</i>	<i>707,000</i>
28	<i>Executive direction</i>	<i>2,047,000</i>	<i>2,047,000</i>
29	<i>Active and retiree insurance and pension adjustment</i>	<i>0</i>	<i>3,487,100</i>
30	Sec. 7-103. OFFICE OF THE GREAT LAKES		
31	Full-time equated classified positions.....	12.0	12.0
32	Office of the Great Lakes	\$ 4,624,300	\$ 4,624,300

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	GROSS APPROPRIATION	\$ 4,624,300	\$ 4,624,300
2	Appropriated from:		
3	Federal revenues	3,415,700	3,415,700
4	State restricted revenues	323,800	323,800
5	State general fund/general purpose	\$ 884,800	\$ 884,800
6	Schedule of programs:		
7	Office of the Great Lakes	2,874,300	2,874,300
8	Coastal management grants	1,750,000	1,750,000
9	Sec. 7-104. GREAT LAKES RESTORATION INITIATIVE		
10	Full-time equated classified positions.....	6.0	6.0
11	Great Lakes restoration initiative	\$ 15,020,600	\$ 15,020,600
12	GROSS APPROPRIATION	\$ 15,020,600	\$ 15,020,600
13	Appropriated from:		
14	Federal revenues	15,020,600	15,020,600
15	State general fund/general purpose	\$ 0	\$ 0
16	Schedule of programs:		
17	Great Lakes restoration initiative	15,020,600	15,020,600
18	Sec. 7-105. DEPARTMENT SUPPORT SERVICES		
19	Full-time equated classified positions.....	34.0	34.0
20	Department support services	\$ 21,477,500	\$ 21,477,500
21	GROSS APPROPRIATION	\$ 21,477,500	\$ 21,477,500
22	Appropriated from:		
23	Interdepartmental grant revenues	2,677,300	2,677,300
24	Federal revenues	5,400	5,400
25	State restricted revenues	16,112,900	16,112,900
26	State general fund/general purpose	\$ 2,681,900	\$ 2,681,900
27	Schedule of programs:		
28	Central support services	4,036,100	4,036,100
29	Accounting service center	1,252,100	1,252,100
30	Administrative hearings	595,700	595,700
31	Automated data processing	2,053,400	2,053,400
32	Building occupancy charges	6,388,100	6,388,100

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Environmental support projects	5,000,000	5,000,000
2	Rent - privately owned property	2,152,100	2,152,100
3	Sec. 7-106. OFFICE OF ENVIRONMENTAL ASSISTANCE		
4	Full-time equated classified positions.....	44.0	44.0
5	Office of environmental assistance	\$ 6,937,200	\$ 6,937,200
6	GROSS APPROPRIATION	\$ 6,937,200	\$ 6,937,200
7	Appropriated from:		
8	Federal revenues	923,200	923,200
9	Private revenues	356,600	356,600
10	State restricted revenues	5,657,400	5,657,400
11	State general fund/general purpose	\$ 0	\$ 0
12	Schedule of programs:		
13	Office of environmental assistance	6,687,200	6,687,200
14	Pollution prevention local grants	250,000	250,000
15	Sec. 7-107. WATER RESOURCES DIVISION		
16	Full-time equated classified positions.....	331.0	331.0
17	Water resources division	\$ 60,001,700	\$ 60,001,700
18	GROSS APPROPRIATION	\$ 60,001,700	\$ 60,001,700
19	Appropriated from:		
20	Interdepartmental grant revenues	1,209,200	1,209,200
21	Federal revenues	23,211,600	23,211,600
22	State restricted revenues	21,797,600	21,797,600
23	State general fund/general purpose	\$ 13,783,300	\$ 13,783,300
24	Schedule of programs:		
25	Water resources program	15,257,000	15,257,000
26	Surface water quality program	31,419,900	31,419,900
27	Groundwater discharge	3,024,800	3,024,800
28	Federal - Great Lakes remedial action plan grants ..	700,000	700,000
29	Federal - nonpoint source water pollution grants ...	6,500,000	6,500,000
30	Wetland mitigation banking grants and loans	3,000,000	3,000,000
31	Water quality protection grants	100,000	100,000
32	Sec. 7-108. LAW ENFORCEMENT DIVISION		

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Full-time equated classified positions.....	14.0	14.0
2	Law enforcement division	\$ <u>2,790,400</u>	\$ <u>2,790,400</u>
3	GROSS APPROPRIATION	\$ 2,790,400	\$ 2,790,400
4	Appropriated from:		
5	Federal revenues	818,500	818,500
6	State restricted revenues	1,413,400	1,413,400
7	State general fund/general purpose	\$ 558,500	\$ 558,500
8	<i>Schedule of programs:</i>		
9	<i>Environmental investigations</i>	<i>2,790,400</i>	<i>2,790,400</i>
10	Sec. 7-109. AIR QUALITY DIVISION		
11	Full-time equated classified positions.....	203.0	203.0
12	Air quality division	\$ <u>25,766,500</u>	\$ <u>25,766,500</u>
13	GROSS APPROPRIATION	\$ 25,766,500	\$ 25,766,500
14	Appropriated from:		
15	Federal revenues	7,470,700	7,470,700
16	State restricted revenues	13,764,200	13,764,200
17	State general fund/general purpose	\$ 4,531,600	\$ 4,531,600
18	<i>Schedule of programs:</i>		
19	<i>Air quality programs</i>	<i>25,766,500</i>	<i>25,766,500</i>
20	Sec. 7-110. RESOURCE MANAGEMENT		
21	Full-time equated classified positions.....	316.5	316.5
22	Resource management	\$ <u>248,170,600</u>	\$ <u>248,170,600</u>
23	GROSS APPROPRIATION	\$ 248,170,600	\$ 248,170,600
24	Appropriated from:		
25	Interdepartmental grant revenues	1,257,800	1,257,800
26	Federal revenues	89,348,900	89,348,900
27	State restricted revenues	153,788,900	153,788,900
28	State general fund/general purpose	\$ 3,775,000	\$ 3,775,000
29	<i>Schedule of programs:</i>		
30	<i>Drinking water and environmental health</i>	<i>15,919,100</i>	<i>15,919,100</i>
31	<i>Hazardous waste management program</i>	<i>6,331,600</i>	<i>6,331,600</i>
32	<i>Low-level radioactive waste authority</i>	<i>225,000</i>	<i>225,000</i>

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Medical waste program	294,300	294,300
2	Municipal assistance	6,481,400	6,481,400
3	Radiological protection	1,674,800	1,674,800
4	Scrap tire regulatory program	1,307,700	1,307,700
5	Oil, gas and mineral services	11,916,700	11,916,700
6	Solid waste management program	4,872,000	4,872,000
7	Drinking water program grants	1,330,000	1,330,000
8	Noncommunity water grants	2,000,000	2,000,000
9	Septage waste compliance grants	275,000	275,000
10	Strategic water quality initiative loans	9,600,000	9,600,000
11	Strategic water quality initiative grants and loans	97,000,000	97,000,000
12	Water pollution control & drinking water revolving fund	85,443,000	85,443,000
13	Scrap tire grants	3,500,000	3,500,000
14	Sec. 7-111. REMEDIATION AND REDEVELOPMENT DIVISION		
15	Full-time equated classified positions.....	312.0	312.0
16	Remediation and redevelopment division	\$ 115,170,500	\$ 115,170,500
17	GROSS APPROPRIATION	\$ 115,170,500	\$ 115,170,500
18	Appropriated from:		
19	Interdepartmental grant revenues	4,017,900	4,017,900
20	Federal revenues	8,965,100	8,965,100
21	Private revenues	185,200	185,200
22	State restricted revenues	102,002,300	102,002,300
23	State general fund/general purpose	\$ 0	\$ 0
24	Schedule of programs:		
25	Contaminated site investigation, cleanup and		
26	revitalization	27,754,700	27,754,700
27	Federal cleanup project management	9,546,900	9,546,900
28	Laboratory services	6,528,900	6,528,900
29	Emergency cleanup actions	4,000,000	4,000,000
30	Environmental cleanup support	1,840,000	1,840,000
31	Environmental cleanup & redevelopment program	30,000,000	30,000,000
32	Refined petroleum product cleanup program	32,500,000	32,500,000

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Superfund cleanup	3,000,000	3,000,000
2	Sec. 7-112. INFORMATION TECHNOLOGY		
3	Information technology	\$ 8,455,500	\$ 8,455,500
4	GROSS APPROPRIATION	\$ 8,455,500	\$ 8,455,500
5	Appropriated from:		
6	Interdepartmental grant revenues	239,700	239,700
7	Federal revenues	1,711,100	1,711,100
8	State restricted revenues	6,075,800	6,075,800
9	State general fund/general purpose	\$ 428,900	\$ 428,900
10	Schedule of programs:		
11	Information technology services and projects	8,455,500	8,455,500
12	Sec. 7-113. ONE-TIME APPROPRIATIONS		
13	One-time appropriations	\$ 1,000,000	\$ 0
14	GROSS APPROPRIATION	\$ 1,000,000	\$ 0
15	Appropriated from:		
16	State general fund/general purpose	\$ 1,000,000	\$ 0
17	Schedule of programs:		
18	Hazardous waste management one-time	400,000	0
19	Wetlands program	600,000	0
20			
21	PART 2		
22	PROVISIONS CONCERNING APPROPRIATIONS		
23	FISCAL YEAR 2014		
24			
25	<u>GENERAL SECTIONS</u>		
26	Sec. 7-201. Pursuant to section 30 of article IX of the state constitution of 1963,		
27	total state spending from state resources under part 1 for fiscal year 2013-2014 is		
28	\$351,295,400.00 and state spending from state resources to be paid to local units of		
29	government for fiscal year 2013-2014 is \$2,775,000.00. The itemized statement below		
30	identifies appropriations from which spending to local units of government will occur:		
31	DEPARTMENT OF ENVIRONMENTAL QUALITY		
32	Resource management	\$	2,775,000

1 Sec. 7-203. As used in this article "Department" means the department of environmental
2 quality.

3 Sec. 7-209. The departments and agencies receiving appropriations in part 1 shall
4 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
5 travel report shall be a listing of all travel by classified and unclassified employees
6 outside this state in the immediately preceding fiscal year that was funded in whole or in
7 part with funds appropriated in the department's budget. The report shall be submitted to the
8 senate and house appropriations committees, the house and senate fiscal agencies, and the
9 state budget director. The report shall include the following information:

10 (a) The dates of each travel occurrence.

11 (b) The transportation and related costs of each travel occurrence, including the
12 proportion funded with state general fund/general purpose revenues, the proportion funded
13 with state restricted revenues, the proportion funded with federal revenues, and the
14 proportion funded with other revenues.

15 Sec. 7-214. Funds appropriated in part 1 shall not be used by a principal executive
16 department, state agency, or authority to hire a person to provide legal services that are
17 the responsibility of the attorney general. This prohibition does not apply to legal services
18 for bonding activities and for those outside services that the attorney general authorizes.

19 Sec. 7-215. (1) In addition to the funds appropriated in part 1, there is appropriated
20 an amount not to exceed \$30,000,000.00 for federal contingency funds. These funds are not
21 available for expenditure until they have been transferred to another line item in this
22 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

23 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
24 not to exceed \$5,000,000.00 for state restricted contingency funds. These funds are not
25 available for expenditure until they have been transferred to another line item in this
26 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

27 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
28 not to exceed \$100,000.00 for local contingency funds. These funds are not available for
29 expenditure until they have been transferred to another line item in this article under
30 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

31 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
32 not to exceed \$500,000.00 for private contingency funds. These funds are not available for

expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 7-216. (1) The department shall report all of the following information relative to allocations made from appropriations for the environmental cleanup and redevelopment program, state cleanup, emergency actions, superfund cleanup, the revitalization revolving loan program, the brownfield grants and loans program, the leaking underground storage tank cleanup program, the contaminated lake and river sediments cleanup program, the refined petroleum product cleanup program, and the environmental protection bond projects under section 19508(7) of the natural resources and environmental protection act, 1994 PA 451, MCL 324.19508, to the state budget director, the senate and house appropriations subcommittees on environmental quality, and the senate and house fiscal agencies:

(a) The name and location of the site for which an allocation is made.

(b) The nature of the problem encountered at the site.

(c) A brief description of how the problem will be resolved if the allocation is made for a response activity.

(d) The estimated date that site closure activities will be completed.

(e) The amount of the allocation, or the anticipated financing for the site.

(f) A summary of the sites and the total amount of funds expended at the sites at the conclusion of the fiscal year.

(g) The number of brownfield projects that were successfully redeveloped.

(2) The report prepared under subsection (1) shall also include all of the following:

(a) The status of all state-owned facilities that are on the list compiled under part 201 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.20101 to 324.20142.

(b) The report shall include the total amount of funds expended during the fiscal year and the total amount of funds awaiting expenditure.

(c) The total amount of bonds issued for the environmental protection bond program pursuant to part 193 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.19301 to 324.19306, and bonds issued pursuant to the clean Michigan initiative act, 1998 PA 284, MCL 324.95101 to 324.95108.

(3) The report shall be made available by March 31 of each year.

Sec. 7-217. (1) The department may expend amounts remaining from the current and prior

1 fiscal year appropriations to meet funding needs of legislatively approved sites for the
2 environmental cleanup and redevelopment program, refined petroleum product cleanup program,
3 brownfield grants and loans, and environmental bond site reclamation program.

4 (2) Unexpended and unencumbered amounts remaining from appropriations from the
5 environmental protection bond fund contained in 1991 PA 160, 2003 PA 173, 2005 PA 109, 2006
6 PA 343, 2011 PA 63, and 2012 PA 236 are appropriated for expenditure for any site listed in
7 this article and any site listed in the public acts referenced in this section.

8 (3) Unexpended and unencumbered amounts remaining from appropriations from the clean
9 Michigan initiative fund - response activities contained in 2000 PA 52, 2001 PA 120, 2004 PA
10 309, 2005 PA 11, 2006 PA 343, 2007 PA 121, and 2011 PA 63 are appropriated for expenditure
11 for any site listed in this article and any site listed in the public acts referenced in this
12 section.

13 (4) Unexpended and unencumbered amounts remaining from appropriations from the refined
14 petroleum fund activities contained in 2007 PA 121, 2008 PA 247, 2009 PA 118, 2010 PA 189,
15 2011 PA 63, and 2012 PA 200 are appropriated for expenditure for any site listed in this
16 article and any site listed in the public acts referenced in this section.

17 (5) Unexpended and unencumbered amounts remaining from the appropriations from the
18 strategic water quality initiatives fund contained in 2011 PA 50, 2011 PA 63, and 2012 PA 200
19 are appropriated for expenditure for any site listed in this article and any site listed in
20 the public acts referenced in this section.

21 Sec. 7-219. Unexpended settlement revenues at the end of the fiscal year may be
22 carried forward into the settlement fund in the succeeding fiscal year up to a maximum
23 carryforward of \$2,500,000.00.

24 Sec. 7-221. Not later than November 30, the state budget office shall prepare and
25 transmit a report that provides for estimates of the total general fund/general purpose
26 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
27 projected year-end general fund/general purpose appropriation lapses by major departmental
28 program or program areas. The report shall be transmitted to the chairpersons of the senate
29 and house appropriations committees, and the senate and house fiscal agencies.

30 Sec. 7-222. Within 14 days after the release of the executive budget recommendation,
31 the department shall cooperate with the state budget office to provide the senate and house
32 appropriations chairs, the senate and house appropriations subcommittees chairs, and the

senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30, 2014.

Sec. 7-225. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

(a) Fiscal year-to-date expenditures by category.

(b) Fiscal year-to-date expenditures by appropriation unit.

(c) Fiscal year-to-date payments to a selected vendor, including the vendor name, payment date, payment amount, and payment description.

(d) The number of active department employees by job classification.

(e) Job specifications and wage rates.

Sec. 7-231. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 7-232. Effective October 1, 2013, surplus funds not to exceed \$72,600.00 in the publication revenue fund are appropriated to the oil and gas regulatory fund.

REMEDIATION AND REDEVELOPMENT DIVISION

Sec. 7-301. Revenues remaining in the interdepartmental transfers, laboratory services at the end of the fiscal year shall carry forward into the succeeding fiscal year.

Sec. 7-302. The unexpended funds appropriated in part 1 for emergency cleanup actions, the environmental cleanup and redevelopment program, and the refined petroleum product cleanup program are considered work project appropriations and any unencumbered or unallotted funds are carried forward into the succeeding fiscal year. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the projects to be carried forward is to provide contaminated site cleanup.

(b) The projects will be accomplished by contract.

(c) The total estimated cost of all projects is identified in each line-item appropriation.

(d) The tentative completion date is September 30, 2018.

1 Sec. 7-303. Effective October 1, 2013, surplus funds not to exceed \$1,000,000.00 in
2 the cleanup and redevelopment trust fund are appropriated to the environmental protection
3 fund created in section 503a of the natural resources and environmental protection act, 1994
4 PA 451, MCL 324.503a.

5 Sec. 7-304. Effective October 1, 2013, surplus funds not to exceed \$1,000,000.00 in
6 the community pollution prevention fund created in section 3f of 1976 initiated law 1, MCL
7 445.573f, are appropriated to the environmental protection fund created in section 503a of
8 the natural resources and environmental protection act, 1994 PA 451, MCL 324.503a.

9 Sec. 7-310. (1) Upon approval by the state budget director, the department may expend
10 from the general fund of the state an amount to meet the cash-flow requirements of projects
11 funded under any of the following that are financed from bond proceeds and for which bonds
12 have been authorized but not yet issued:

13 (a) Part 52 of the natural resources and environmental protection act, 1994 PA 451,
14 MCL 324.5201 to 324.5206.

15 (b) Part 193 of the natural resources and environmental protection act, 1994 PA 451,
16 MCL 324.19301 to 324.19306.

17 (c) Part 196 of the natural resources and environmental protection act, 1994 PA 451,
18 MCL 324.19601 to 324.19616.

19 (2) Upon the sale of bonds for projects described in subsection (1), the department
20 shall credit the general fund of the state an amount equal to that expended from the general
21 fund.

22 23 **RESOURCE MANAGEMENT**

24 Sec. 7-405. If a certified health department does not exist in a city, county, or
25 district or does not fulfill its responsibilities under part 117 of the natural resources and
26 environmental protection act, 1994 PA 451, MCL 324.11701 to 324.11720, then the department
27 may spend funds appropriated in part 1 under the septage waste compliance program in
28 accordance with section 11716 of the natural resources and environmental protection act, 1994
29 PA 451, MCL 324.11716.

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14 **Article 8**

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16 **EXECUTIVE OFFICE**
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26 PART 1

27 LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

28 Sec. 8-101. Subject to the conditions set forth in this article, the amounts listed in
29 this part for the executive office are appropriated for the fiscal year ending September 30,
30 2014, and are anticipated to be appropriated for the fiscal year ending September 30, 2015,
31 from the funds indicated in this part. The following is a summary of the appropriations and
32 anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	EXECUTIVE OFFICE		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	10.0	10.0
4	Full-time equated classified positions.....	74.2	74.2
5	GROSS APPROPRIATION	\$ 4,970,000	\$ 4,970,000
6	Total interdepartmental grants and		
7	intradepartmental transfers.....	0	0
8	ADJUSTED GROSS APPROPRIATION	\$ 4,970,000	\$ 4,970,000
9	Total federal revenues	0	0
10	Total local revenues	0	0
11	Total private revenues	0	0
12	Total other state restricted revenues	0	0
13	State general fund/general purpose	\$ 4,970,000	\$ 4,970,000
14	<i>State general fund/general purpose schedule:</i>		
15	<i>Ongoing state general fund/general purpose</i>	<i>4,970,000</i>	<i>4,970,000</i>
16	<i>One-time state general fund/general purpose</i>	<i>0</i>	<i>0</i>
17	Sec. 8-102. EXECUTIVE OFFICE OPERATIONS		
18	Full-time equated unclassified positions.....	10.0	10.0
19	Full-time equated classified positions.....	74.2	74.2
20	Executive office operations	\$ 4,970,000	\$ 4,970,000
21	GROSS APPROPRIATION	\$ 4,970,000	\$ 4,970,000
22	Appropriated from:		
23	State general fund/general purpose	\$ 4,970,000	\$ 4,970,000
24	<i>Schedule of programs:</i>		
25	<i>Governor</i>	<i>159,300</i>	<i>159,300</i>
26	<i>Lieutenant governor</i>	<i>111,600</i>	<i>111,600</i>
27	<i>Executive office</i>	<i>3,849,300</i>	<i>3,849,300</i>
28	<i>Unclassified positions</i>	<i>849,800</i>	<i>849,800</i>
29			
30	PART 2		
31	PROVISIONS CONCERNING APPROPRIATIONS		
32	FISCAL YEAR 2014		

1 **GENERAL SECTIONS**

2 Sec. 8-201. Pursuant to section 30 of article IX of the state constitution of 1963,
3 total state spending from state resources under part 1 for fiscal year 2013-2014 is
4 \$4,970,000.00 and state spending from state resources to be paid to local units of government
5 for fiscal year 2013-2014 is \$0.00.

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14 **Article 9**

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16 **DEPARTMENT OF HUMAN SERVICES**
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26 PART 1

27 LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

28 Sec. 9-101. Subject to the conditions set forth in this article, the amounts listed in
29 this part for the department of human services are appropriated for the fiscal year ending
30 September 30, 2014, and are anticipated to be appropriated for the fiscal year ending
31 September 30, 2015, from the funds indicated in this part. The following is a summary of the
32 appropriations and anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	DEPARTMENT OF HUMAN SERVICES		
2	APPROPRIATION SUMMARY		
3	Full-time equated classified positions.....	12,276.5	12,257.0
4	Unclassified positions.....	6.0	6.0
5	Total full-time equated positions.....	12,282.5	12,263.0
6	GROSS APPROPRIATION	\$ 6,045,776,100	\$ 6,058,088,400
7	Interdepartmental grant revenues:		
8	Total interdepartmental grants and intradepartmental		
9	transfers	30,594,600	30,594,600
10	ADJUSTED GROSS APPROPRIATION	\$ 6,015,181,500	\$ 6,027,493,800
11	Federal revenues:		
12	Federal - supplemental nutrition assistance program		
13	revenues (ARRA)	417,595,100	417,595,100
14	Federal - supplemental security income	8,543,100	8,543,100
15	Total federal revenues	4,376,564,600	4,379,424,300
16	Special revenue funds:		
17	Total local revenues	37,891,500	37,891,500
18	Total private revenues	9,856,000	9,856,000
19	Total other state restricted revenues	151,618,800	151,618,800
20	State general fund/general purpose	\$ 1,013,112,400	\$ 1,022,565,000
21	State general fund/general purpose schedule:		
22	Ongoing state general fund/general purpose	1,011,072,800	1,022,565,000
23	One-time general fund/general purpose	2,039,600	0
24	Sec. 9-102. EXECUTIVE OPERATIONS		
25	Total full-time equated positions.....	674.7	674.7
26	Full-time equated unclassified positions.....	6.0	6.0
27	Full-time equated classified positions.....	668.7	668.7
28	Unclassified salaries-6.0 FTE positions	\$ 707,000	\$ 707,000
29	Salaries and wages-271.7 FTE positions	16,779,100	16,779,100
30	Contractual services, supplies, and materials	12,115,400	12,115,400
31	Demonstration projects-7.0 FTE positions	6,963,000	6,963,000
32	Inspector general salaries and wages-132.0 FTE positions	7,495,100	7,495,100

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Electronic benefit transfer EBT	13,009,000	13,009,000
2	Michigan community service commission-15.0 FTE positions	11,382,900	11,382,900
3	AFC, children's welfare and day care licensure-243.0 FTE		
4	positions.....	29,365,200	29,365,200
5	State office of administrative hearings and rules	<u>7,351,400</u>	<u>7,351,400</u>
6	GROSS APPROPRIATION	\$ 105,168,100	\$ 105,168,100
7	Appropriated from:		
8	Interdepartmental grant revenues:		
9	IDG from department of education	13,874,900	13,874,900
10	Federal revenues:		
11	Total other federal revenues	56,330,400	56,330,400
12	Special revenue funds:		
13	Total local revenues	16,400	16,400
14	Total private revenues	3,845,800	3,845,800
15	Total other state restricted revenues	5,400	5,400
16	State general fund/general purpose	<u>\$ 31,095,200</u>	<u>\$ 31,095,200</u>
17	Sec. 9-103. CHILD SUPPORT ENFORCEMENT		
18	Full-time equated classified positions.....	191.7	191.7
19	Child support enforcement operations-185.7 FTE positions \$	21,697,200	\$ 21,697,200
20	Legal support contracts	113,253,600	113,253,600
21	Child support incentive payments	32,409,600	32,409,600
22	State disbursement unit-6.0 FTE positions	<u>12,856,600</u>	<u>12,856,600</u>
23	GROSS APPROPRIATION	\$ 180,217,000	\$ 180,217,000
24	Appropriated from:		
25	Federal revenues:		
26	Total federal revenues	156,613,700	156,613,700
27	Special revenues funds:		
28	State general fund/general purpose	<u>\$ 23,603,300</u>	<u>\$ 23,603,300</u>
29	Sec. 9-104. COMMUNITY ACTION AND ECONOMIC OPPORTUNITY		
30	Full-time equated classified positions.....	16.0	16.0
31	Bureau of community action and economic opportunity-16.0		
32	FTEpositions	<u>\$ 2,044,200</u>	<u>\$ 2,044,200</u>

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Community services block grant	25,840,000	25,840,000
2	Weatherization assistance	<u>16,340,000</u>	<u>16,340,000</u>
3	GROSS APPROPRIATION	\$ 44,224,200	\$ 44,224,200
4	Appropriated from:		
5	Federal revenues:		
6	Total federal revenues	44,224,200	44,224,200
7	State general fund/general purpose	\$ 0	\$ 0
8	Sec. 9-105. ADULT AND FAMILY SERVICES		
9	Full-time equated classified positions.....	594.7	594.7
10	Executive direction and support-4.0 FTE positions	\$ 379,400	\$ 379,400
11	Guardian contract	490,200	490,200
12	Adult services policy and administration-7.0 FTE		
13	positions.....	819,100	819,100
14	Office of program policy-31.7 FTE positions	4,151,200	4,151,200
15	Employment and training support services	5,377,800	5,377,800
16	Wage employment verification reporting	547,300	547,300
17	Nutrition education-2.0 FTE positions	30,034,200	30,034,200
18	Elder law of Michigan MiCAFE contract	175,000	175,000
19	Elder abuse prosecuting attorney	300,000	300,000
20	Michigan rehabilitation services-550.0 FTE positions ..	138,275,900	138,275,900
21	Independent living	<u>4,488,600</u>	<u>4,488,600</u>
22	GROSS APPROPRIATION	\$ 185,038,700	\$ 185,038,700
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from department of education	22,500	22,500
26	Federal revenues:		
27	Federal - supplemental security income	8,543,100	8,543,100
28	Total other federal revenues	145,901,200	145,901,200
29	Special revenue funds:		
30	Local funds - vocational rehabilitation match	6,500,000	6,500,000
31	Private funds - gifts, bequests and donations	1,935,000	1,935,000
32	Rehabilitation service fees	1,434,300	1,434,300

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Second injury fund	148,400	148,400
2	State general fund/general purpose	\$ 20,554,200	\$ 20,554,200
3	Sec. 9-106. CHILDREN'S SERVICES		
4	Full-time equated classified positions.....	120.8	120.8
5	Salaries and wages-58.2 FTE positions	\$ 3,143,900	\$ 3,143,900
6	Contractual services, supplies, and materials	1,143,000	1,143,000
7	Interstate compact	179,600	179,600
8	Families first	17,950,700	17,950,700
9	Strong families/safe children	12,350,100	12,350,100
10	Child protection and permanency-23.0 FTE positions	16,827,800	16,827,800
11	Family reunification program	3,977,100	3,977,100
12	Family preservation and prevention services		
13	administration-11.0 FTE positions.....	1,408,300	1,408,300
14	Children's trust fund administration-12.0 FTE positions	787,600	787,600
15	Children's trust fund grants	2,325,100	2,325,100
16	Attorney general contract	3,939,000	3,939,000
17	Prosecuting attorney contracts	2,561,700	2,561,700
18	Child protection	673,900	673,900
19	Domestic violence prevention and treatment-14.6 FTE		
20	positions.....	15,205,800	15,205,800
21	Rape prevention and services-0.5 FTE position	5,072,300	5,072,300
22	Child advocacy centers-0.5 FTE position	2,000,000	2,000,000
23	Child abuse and neglect - Children's Justice Act-1.0		
24	FTE position.....	617,700	617,700
25	Family preservation and prevention services programs ..	<u>2,500,000</u>	<u>2,500,000</u>
26	GROSS APPROPRIATION	\$ 92,663,600	\$ 92,663,600
27	Appropriated from:		
28	Federal revenues:		
29	Total other federal revenues	79,792,500	79,792,500
30	Special revenue funds:		
31	Compulsive gambling prevention fund	1,040,000	1,040,000
32	Children's trust fund	2,070,100	2,070,100

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Sexual assault victims' prevention and treatment	3,000,000	3,000,000
2	Child advocacy centers fund	2,000,000	2,000,000
3	State general fund/general purpose	\$ 4,761,000	\$ 4,761,000
4	Sec. 9-107. CHILD WELFARE SERVICES		
5	Full-time equated classified positions.....	4,108.7	4,108.7
6	Children's services administration-97.0 FTE positions .	\$ 6,892,600	\$ 6,892,600
7	Title IV-E compliance and accountability office-4.0		
8	FTE positions.....	506,900	506,900
9	Child welfare institute-46.0 FTE positions	10,996,500	10,996,500
10	Child protective services workers--1,800.0 FTE positions	84,886,900	84,886,900
11	Direct care workers-1,121.0 FTE positions	55,335,500	55,335,500
12	Education planners-15.0 FTE positions	807,700	807,700
13	Permanency planning conference coordinators-56.0 FTE		
14	positions.....	3,366,500	3,366,500
15	Child welfare first line supervisors-585.0 FTE positions	39,776,300	39,776,300
16	Administrative support workers-243.0 FTE positions	10,175,400	10,175,400
17	Second line supervisors and technical staff-59.0 FTE		
18	positions.....	4,584,600	4,584,600
19	Permanency planning specialists-61.0 FTE positions	3,728,800	3,728,800
20	Child welfare field staff contractual services,		
21	supplies and materials.....	8,927,500	8,927,500
22	Settlement monitor	1,625,800	1,625,800
23	Foster care payments	190,766,600	190,766,600
24	Serious emotional disturbance - waiver program	3,275,800	3,275,800
25	Serious emotional disturbance - nonwaiver program	2,932,000	2,932,000
26	Guardianship assistance program	5,756,000	5,756,000
27	Child care fund	177,512,100	177,512,100
28	Child care fund administration-6.2 FTE positions	828,200	828,200
29	Adoption subsidies	217,376,700	217,376,700
30	Adoption support services-10.0 FTE positions	24,696,700	24,696,700
31	Youth in transition-5.5 FTE positions	14,453,600	14,453,600
32	Child welfare medical/psychiatric evaluations	6,607,500	6,607,500

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Psychotropic oversight contracts	1,118,200	1,118,200
2	GROSS APPROPRIATION	\$ 876,934,400	\$ 876,934,400
3	Appropriated from:		
4	Interdepartmental grant revenues:		
5	IDG from department of education	237,600	237,600
6	Federal revenues:		
7	Total other federal revenues	494,319,900	494,319,900
8	Special revenue funds:		
9	Local funds - county chargeback	16,699,900	16,699,900
10	Private - collections	1,474,100	1,474,100
11	State general fund/general purpose	\$ 364,202,900	\$ 364,202,900
12	Sec. 9-108. JUVENILE JUSTICE SERVICES		
13	Full-time equated classified positions.....	182.0	182.0
14	W.J. Maxey training school-69.0 FTE positions	\$ 10,892,400	\$ 10,892,400
15	Bay Pines center-42.0 FTE positions	4,769,000	4,769,000
16	Shawono center-42.0 FTE positions	4,851,500	4,851,500
17	County juvenile officers	3,904,300	3,904,300
18	Community support services-2.0 FTE positions	1,295,200	1,295,200
19	Juvenile justice, administration and maintenance-24.0 FTE		
20	positions.....	4,044,700	4,044,700
21	Juvenile accountability block grant-0.5 FTE position ..	1,281,300	1,281,300
22	Committee on juvenile justice administration-2.5 FTE		
23	positions.....	340,300	340,300
24	Committee on juvenile justice grants	3,000,000	3,000,000
25	GROSS APPROPRIATION	\$ 34,378,700	\$ 34,378,700
26	Appropriated from:		
27	Federal revenues:		
28	Total other federal revenues	5,107,500	5,107,500
29	Special revenue funds:		
30	Local funds - state share education funds	2,168,100	2,168,100
31	Local funds - county chargeback	9,158,000	9,158,000
32	State general fund/general purpose	\$ 17,945,100	\$ 17,945,100

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Sec. 9-109. LOCAL OFFICE STAFF AND OPERATIONS		
2	Full-time equated classified positions.....	5,790.0	5,790.0
3	Field staff, salaries and wages—5,548.0 FTE positions .	\$ 293,501,400	\$ 293,501,400
4	Contractual services, supplies, and materials	13,404,800	13,404,800
5	Medical/psychiatric evaluations	1,420,100	1,420,100
6	Donated funds positions—208.0 FTE positions	13,757,600	13,757,600
7	Training and program support—24.0 FTE positions	2,441,300	2,441,300
8	Volunteer services and reimbursement	1,142,400	1,142,400
9	SSI advocates—10.0 FTE positions	<u>864,600</u>	<u>864,600</u>
10	GROSS APPROPRIATION	\$ 326,532,200	\$ 326,532,200
11	Appropriated from:		
12	Interdepartmental grant revenues:		
13	IDG from department of corrections	100,000	100,000
14	IDG from department of education	7,835,400	7,835,400
15	Federal revenues:		
16	Total other federal revenues	189,402,400	189,402,400
17	Special revenue funds:		
18	Local funds	3,349,100	3,349,100
19	Private funds - donated funds	2,601,100	2,601,100
20	Supplemental security income recoveries	708,900	708,900
21	State general fund/general purpose	\$ 122,535,300	\$ 122,535,300
22	Sec. 9-110. DISABILITY DETERMINATION SERVICES		
23	Full-time equated classified positions.....	576.4	576.4
24	Disability determination operations—546.9 FTE positions .	\$ 87,975,200	\$ 87,975,200
25	Medical consultation program—25.4 FTE positions	3,316,500	3,316,500
26	Retirement disability determination—4.1 FTE positions .	<u>423,900</u>	<u>423,900</u>
27	GROSS APPROPRIATION	\$ 91,715,600	\$ 91,715,600
28	Appropriated from:		
29	Interdepartmental grant revenues:		
30	IDG from department of technology, management & budget	536,100	536,100
31	Appropriated from:		
32	Total federal revenues	87,223,900	87,223,900

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	State general fund/general purpose	\$ 3,955,600	\$ 3,955,600
2	Sec. 9-111. CENTRAL SUPPORT ACCOUNTS		
3	Rent	\$ 46,804,500	\$ 46,804,500
4	Occupancy charge	10,203,400	10,203,400
5	Travel	8,350,000	8,350,000
6	Equipment	62,600	62,600
7	Worker's compensation	1,727,100	1,727,100
8	Active and retiree insurance and pension adjustment ...	0	27,249,400
9	Payroll taxes and fringe benefits	<u>407,588,100</u>	<u>407,588,100</u>
10	GROSS APPROPRIATION	\$ 474,735,700	\$ 501,985,100
11	Appropriated from:		
12	Interdepartmental grant revenues:		
13	IDG from department of education	6,044,500	6,044,500
14	Appropriated from:		
15	Federal revenues:		
16	Total other federal revenues	301,770,300	318,214,400
17	State general fund/general purpose	\$ 166,920,900	\$ 177,726,200
18	Sec. 9-112. PUBLIC ASSISTANCE		
19	Full-time equated classified positions.....	8.0	8.0
20	Family independence program	\$ 239,422,100	\$ 229,798,100
21	State disability assistance payments	26,556,400	26,556,400
22	Food assistance program benefits	2,416,332,300	2,416,332,300
23	Food assistance program benefits (ARRA)	417,595,100	417,595,100
24	State supplementation	62,964,200	63,651,100
25	State supplementation administration	2,381,100	2,381,100
26	Low-income home energy assistance program	174,951,600	174,951,600
27	Michigan energy assistance program-1.0 FTE position ...	60,000,000	60,000,000
28	Food bank funding	1,795,000	1,795,000
29	Homeless programs	15,721,900	15,721,900
30	Multicultural integration funding	1,515,500	1,515,500
31	Chaldean community foundation	1,000,000	1,000,000
32	Indigent burial	4,300,000	4,300,000

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Emergency services local office allocations	16,092,600	16,092,600
2	Refugee assistance program-7.0 FTE positions	<u>27,955,900</u>	<u>27,955,900</u>
3	GROSS APPROPRIATION	\$ 3,468,583,700	\$ 3,459,646,600
4	Appropriated from:		
5	Federal revenues		
6	Federal - supplemental nutrition assistance program		
7	revenues (ARRA)	417,595,100	417,595,100
8	Total other federal revenues	2,705,546,500	2,695,922,500
9	Special revenue funds:		
10	Child supports collections	29,145,800	29,145,800
11	Low-income energy assistance fund	60,000,000	60,000,000
12	Supplemental security income recoveries	14,955,900	14,955,900
13	Public assistance recoupment revenue	7,010,000	7,010,000
14	Michigan merit award trust fund	30,100,000	30,100,000
15	State general fund/general purpose	\$ 204,230,400	\$ 204,917,300
16	Sec. 9-113. INFORMATION TECHNOLOGY		
17	Information technology services and projects	\$ 117,466,500	117,466,500
18	Child support automation	<u>42,117,700</u>	<u>42,117,700</u>
19	GROSS APPROPRIATION	\$ 159,584,200	\$ 159,584,200
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG from department of education	1,943,600	1,943,600
23	Federal revenues:		
24	Total federal revenues	106,371,700	106,371,700
25	State general fund/general purpose	\$ 51,268,900	\$ 51,268,900
26	Sec. 9-114. ONE-TIME APPROPRIATIONS		
27	Full-time equated classified positions.....	19.5	0.0
28	Information technology services and projects-18.5 FTE		
29	positions.....	\$ 2,000,000	\$ 0
30	Family preservation and prevention services programs-		
31	1.0 FTE position.....	1,500,000	0
32	Child protection and permanency	1,000,000	0

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Demonstration projects	1,500,000	\$ 0
2	GROSS APPROPRIATION	\$ 6,000,000	\$ 0
3	Appropriated from:		
4	Federal revenues:		
5	Total federal revenues	3,960,400	0
6	State general fund/general purpose	\$ 2,039,600	\$ 0

7

8 PART 2

9 PROVISIONS CONCERNING APPROPRIATIONS

10 FISCAL YEAR 2014

11

12 **GENERAL SECTIONS**

13 Sec. 9-201. Pursuant to section 30 of article IX of the state constitution of 1963,

14 total state spending from state resources under part 1 for fiscal year 2013-2014 is

15 \$1,164,731,200.00 and state spending from state resources to be paid to local units of

16 government for fiscal year 2013-2014 is \$95,422,200.00. The itemized statement below

17 identifies appropriations from which spending to local units of government will occur:

18 DEPARTMENT OF HUMAN SERVICES

19	Child care fund	\$ 87,842,400
20	County juvenile officers	3,401,800
21	State disability assistance payments	976,400
22	Legal support contracts	3,141,000
23	Family independence program	60,600
24	TOTAL	\$ 95,422,200

25 Sec. 9-203. As used in this article:

26 (a) "AFC" means adult foster care.

27 (b) "ARRA" means the American recovery and reinvestment act of 2009, Public Law 111-5.

28 (c) "Current fiscal year" means the fiscal year ending September 30, 2014.

29 (d) "Department" means the department of human services.

30 (e) "Director" means the director of the department of human services.

31 (f) "FTE" means full-time equated.

32 (g) "IDG" means interdepartmental grant.

1 (h) "MiCAFE" means Michigan's coordinated access to food for the elderly.

2 (i) "Previous fiscal year" means the fiscal year ending September 30, 2013.

3 (j) "Settlement" means the settlement agreement entered in the case of Dwayne B. vs.
4 Snyder, docket No. 2:06-cv-13548 in the United States district court for the eastern district
5 of Michigan.

6 (k) "SSI" means supplemental security income.

7 (l) "Temporary assistance for needy families" or "TANF" or "title IV-A" means part A
8 of title IV of the social security act, 42 USC 601 to 619.

9 (m) "Title IV-D" means part D of title IV of the social security act, 42 USC 651 to
10 669b.

11 (n) "Title IV-E" means part E of title IV of the social security act, 42 USC 670 to
12 679c.

13 Sec. 9-207. (1) Sanctions, suspensions, conditions for provisional license status, and
14 other penalties shall not be more stringent for private service providers than for public
15 entities performing equivalent or similar services.

16 (2) Neither the department nor private service providers or licensees shall be granted
17 preferential treatment or considered automatically to be in compliance with administrative
18 rules based on whether they have collective bargaining agreements with direct care workers.
19 Private service providers or licensees without collective bargaining agreements shall not be
20 subjected to additional requirements or conditions of licensure based on their lack of
21 collective bargaining agreements.

22 Sec. 9-211. Funds appropriated in part 1 shall not be used by a principal executive
23 department, state agency, or authority to hire a person to provide legal services that are
24 the responsibility of the attorney general. This prohibition does not apply to legal services
25 for bonding activities and for those outside services that the attorney general authorizes.

26 Sec. 9-212. (1) In addition to funds appropriated in part 1 for all programs and
27 services, there is appropriated for write-offs of accounts receivable, deferrals, and for
28 prior year obligations in excess of applicable prior year appropriations, an amount equal to
29 total write-offs and prior year obligations, but not to exceed amounts available in prior
30 year revenues or current year revenues that are in excess of the authorized amount.

31 (2) The department's ability to satisfy appropriation fund sources in part 1 shall not
32 be limited to collections and accruals pertaining to services provided in the current fiscal

1 year, but shall also include reimbursements, refunds, adjustments, and settlements from prior
2 years.

3 Sec. 9-213. The department may retain all of the state's share of food assistance
4 overissuance collections as an offset to general fund/general purpose costs. Retained
5 collections shall be applied against federal funds deductions in all appropriation units
6 where department costs related to the investigation and recoupment of food assistance
7 overissuances are incurred. Retained collections in excess of such costs shall be applied
8 against the federal funds deducted in the executive operations appropriation unit.

9 Sec. 9-217. The departments and agencies receiving appropriations in part 1 shall
10 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
11 travel report shall be a listing of all travel by classified and unclassified employees
12 outside this state in the immediately preceding fiscal year that was funded in whole or in
13 part with funds appropriated in the department's budget. The report shall be submitted to the
14 senate and house appropriations committees, the house and senate fiscal agencies, and the
15 state budget director. The report shall include the following information:

16 (a) The dates of each travel occurrence.

17 (b) The transportation and related costs of each travel occurrence, including the
18 proportion funded with state general fund/general purpose revenues, the proportion funded
19 with state restricted revenues, the proportion funded with federal revenues, and the
20 proportion funded with other revenues.

21 Sec. 9-219. The department shall cooperate with the department of technology,
22 management and budget to maintain a searchable website accessible by the public at no cost
23 that includes, but is not limited to, all of the following for each department or agency:

24 (a) Fiscal year-to-date expenditures by category.

25 (b) Fiscal year-to-date expenditures by appropriation unit.

26 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,
27 payment date, payment amount, and payment description.

28 (d) The number of active department employees by job classification.

29 (e) Job specifications and wage rates.

30 Sec. 9-221. If the revenue collected by the department from private and local sources
31 exceeds the amount spent from amounts appropriated in part 1, the revenue may be carried
32 forward, with approval from the state budget director, into the subsequent fiscal year.

1 Sec. 9-265. Within 14 days after the release of the executive budget recommendation,
2 the department shall cooperate with the state budget office to provide the senate and house
3 appropriations chairs, the senate and house appropriations subcommittees chairs, and the
4 senate and house fiscal agencies with an annual report on estimated state restricted fund
5 balances, state restricted fund projected revenues, and state restricted fund expenditures
6 for the fiscal years ending September 30, 2013 and September 30, 2014.

7 Sec. 9-284. (1) In addition to the funds appropriated in part 1, there is appropriated
8 an amount not to exceed \$200,000,000.00 for federal contingency funds. These funds are not
9 available for expenditure until they have been transferred to another line item in this
10 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

11 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
12 not to exceed \$5,000,000.00 for state restricted contingency funds. These funds are not
13 available for expenditure until they have been transferred to another line item in this
14 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

15 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
16 not to exceed \$20,000,000.00 for local contingency funds. These funds are not available for
17 expenditure until they have been transferred to another line item in this article under
18 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

19 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
20 not to exceed \$20,000,000.00 for private contingency funds. These funds are not available for
21 expenditure until they have been transferred to another line item in this article under
22 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

23 Sec. 9-296. Not later than November 30, the state budget office shall prepare and
24 transmit a report that provides for estimates of the total general fund/general purpose
25 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
26 projected year-end general fund/general purpose appropriation lapses by major departmental
27 program or program areas. The report shall be transmitted to the chairpersons of the senate
28 and house appropriations committees, and the senate and house fiscal agencies.

29 Sec. 9-299. The department shall maintain, on a publicly accessible website, a
30 department scorecard that identifies, tracks and regularly updates key metrics that are used
31 to monitor and improve the agency's performance.
32

1 **CHILDREN'S SERVICES**

2 Sec. 9-501. A goal is established that not more than 35% of all children in foster
3 care at any given time during the current fiscal year will have been in foster care for 24
4 months or more. During the annual budget presentation, the department shall provide a report
5 describing the steps that will be taken to achieve the specific goal established in this
6 section.

7 Sec. 9-502. From the funds appropriated in part 1 for foster care, the department
8 shall provide 50% reimbursement to Indian tribal governments for foster care expenditures for
9 children who are under the jurisdiction of Indian tribal courts and who are not otherwise
10 eligible for federal foster care cost sharing.

11 Sec. 9-507. The department's ability to satisfy appropriation deducts in part 1 for
12 foster care private collections shall not be limited to collections and accruals pertaining
13 to services provided only in the current fiscal year but may include revenues collected
14 during the current fiscal year for services provided in prior fiscal years.

15 Sec. 9-508. In addition to the amount appropriated in part 1 for children's trust fund
16 grants, money granted or money received as gifts or donations to the children's trust fund
17 created by 1982 PA 249, MCL 21.171 to 21.172, is appropriated for expenditure.

18 Sec. 9-526. From the funds appropriated in part 1 for foster care payments and related
19 administrative costs, the department may implement the federally approved title IV-E child
20 welfare waiver demonstration project. As required under the waiver, any savings resulting
21 from the demonstration project must be quantified and reinvested into child welfare
22 programming.

23

24 **PUBLIC ASSISTANCE**

25 Sec. 9-601. Whenever a client agrees to the release of his or her name and address to
26 the local housing authority, the department shall request from the local housing authority
27 information regarding whether the housing unit for which vendoring has been requested meets
28 applicable local housing codes. Vendoring shall be terminated for those units that the local
29 authority indicates in writing do not meet local housing codes until such time as the local
30 authority indicates in writing that local housing codes have been met.

31 Sec. 9-604. (1) The department shall operate a state disability assistance program.
32 Except as provided in subsection (3), persons eligible for this program shall include needy

citizens of the United States or aliens exempted from the supplemental security income citizenship requirement who are at least 18 years of age or emancipated minors meeting 1 or more of the following requirements:

(a) A recipient of supplemental security income, social security, or medical assistance due to disability or 65 years of age or older.

(b) A person with a physical or mental impairment which meets federal supplemental security income disability standards, except that the minimum duration of the disability shall be 90 days. Substance abuse alone is not defined as a basis for eligibility.

(c) A resident of an adult foster care facility, a home for the aged, a county infirmary, or a substance abuse treatment center.

(d) A person receiving 30-day post residential substance abuse treatment.

(e) A person diagnosed as having acquired immunodeficiency syndrome.

(f) A person receiving special education services through the local intermediate school district.

(g) A caretaker of a disabled person who meets the requirements specified in subdivision (a), (b), (e), or (f).

(2) Applicants for and recipients of the state disability assistance program shall be considered needy if they:

(a) Meet the same asset test as is applied for the family independence program.

(b) Have a monthly budgetable income that is less than the payment standards.

(3) Except for a person described in subsection (1)(c) or (d), a person is not disabled for purposes of this section if his or her drug addiction or alcoholism is a contributing factor material to the determination of disability. "Material to the determination of disability" means that, if the person stopped using drugs or alcohol, his or her remaining physical or mental limitations would not be disabling. If his or her remaining physical or mental limitations would be disabling, then the drug addiction or alcoholism is not material to the determination of disability and the person may receive state disability assistance. Such a person must actively participate in a substance abuse treatment program, and the assistance must be paid to a third party or through vendor payments. For purposes of this section, substance abuse treatment includes receipt of inpatient or outpatient services or participation in alcoholics anonymous or a similar program.

Sec. 9-605. The level of reimbursement provided to state disability assistance

1 recipients in licensed adult foster care facilities shall be the same as the prevailing
2 supplemental security income rate under the personal care category.

3 Sec. 9-606. County department offices shall require each recipient of family
4 independence program and state disability assistance who has applied with the social security
5 administration for supplemental security income to sign a contract to repay any assistance
6 rendered through the family independence program or state disability assistance program upon
7 receipt of retroactive supplemental security income benefits.

8 Sec. 9-607. (1) The department's ability to satisfy appropriation deductions in part 1
9 for state disability assistance/supplemental security income recoveries and public assistance
10 recoupment revenues shall not be limited to recoveries and accruals pertaining to state
11 disability assistance, or family independence assistance grant payments provided only in the
12 current fiscal year, but may include revenues collected during the current year that are
13 prior year related and not a part of the department's accrued entries.

14 (2) The department may use supplemental security income recoveries to satisfy the
15 deduct in any line in which the revenues are appropriated, regardless of the source from
16 which the revenue is recovered.

17 Sec. 9-608. Adult foster care facilities providing domiciliary care or personal care
18 to residents receiving supplemental security income or homes for the aged serving residents
19 receiving supplemental security income shall not require those residents to reimburse the
20 home or facility for care at rates in excess of those legislatively authorized. To the extent
21 permitted by federal law, adult foster care facilities and homes for the aged serving
22 residents receiving supplemental security income shall not be prohibited from accepting
23 third-party payments in addition to supplemental security income provided that the payments
24 are not for food, clothing, shelter, or result in a reduction in the recipient's supplemental
25 security income payment.

26 Sec. 9-613. The maximum allowable reimbursement for the final disposition of indigent
27 persons shall be \$800.00. In addition, reimbursement for a cremation permit fee of up to
28 \$75.00 and for mileage at the standard rate will also be made available for an eligible
29 cremation.

30 Sec. 9-619. (1) Subject to subsection (2), the department shall exempt from the denial
31 of title IV-A assistance and food assistance benefits under 21 USC 862a any individual who
32 has been convicted of a felony that included the possession, use, or distribution of a

1 controlled substance, after August 22, 1996, provided that the individual is not in violation
2 of his or her probation or parole requirements. Benefits shall be provided to such
3 individuals as follows:

4 (a) A third-party payee or vendor shall be required for any cash benefits provided.

5 (b) An authorized representative shall be required for food assistance receipt.

6 (2) Subject to federal approval, an individual is not entitled to the exemption in
7 this section if the individual was convicted in 2 or more separate cases of a felony that
8 included the possession, use, or distribution of a controlled substance after August 22,
9 1996.

10 Sec. 9-643. As a condition of receipt of federal TANF funds, homeless shelters and
11 human services agencies shall collaborate with the department to obtain necessary TANF
12 eligibility information on families as soon as possible after admitting a family to the
13 homeless shelter. From the funds appropriated in part 1 for homeless programs, the department
14 is authorized to make allocations of TANF funds only to the agencies that report necessary
15 data to the department for the purpose of meeting TANF eligibility reporting requirements.
16 Homeless shelters or human services agencies that do not report necessary data to the
17 department for the purpose of meeting TANF eligibility reporting requirements will not
18 receive reimbursements which exceed the per diem amount they received in fiscal year 2000.
19 The use of TANF funds under this section should not be considered an ongoing commitment of
20 funding.

21 Sec. 9-660. From the funds appropriated in part 1 for food bank funding, the
22 department is authorized to make allocations of TANF funds only to the agencies that report
23 necessary data to the department for the purpose of meeting TANF eligibility reporting
24 requirements. The agencies that do not report necessary data to the department for the
25 purpose of meeting TANF eligibility reporting requirements will not receive allocations in
26 excess of those received in fiscal year 2000. The use of TANF funds under this section should
27 not be considered an ongoing commitment of funding.

28 Sec. 9-669. The department shall allocate up to \$2,880,000.00 for the annual clothing
29 allowance. The allowance shall be granted to all eligible children in a family independence
30 program group that does not include an adult.

31
32 **JUVENILE JUSTICE SERVICES**

1 Sec. 9-706. Counties shall be subject to 50% chargeback for the use of alternative
2 regional detention services, if those detention services do not fall under the basic
3 provision of section 117e of the social welfare act, 1939 PA 280, MCL 400.117e, or if a
4 county operates those detention services programs primarily with professional rather than
5 volunteer staff.

6 Sec. 9-707. In order to be reimbursed for child care fund expenditures, counties are
7 required to submit department-developed reports to enable the department to document
8 potential federally claimable expenditures. This requirement is in accordance with the
9 reporting requirements specified in section 117a(7) of the social welfare act, 1939 PA 280,
10 MCL 400.117a.

11
12 **CHILD SUPPORT ENFORCEMENT**

13 Sec. 9-901. (1) The appropriations in part 1 assume a total federal child support
14 incentive payment of \$26,500,000.00.

15 (2) From the federal money received for child support incentive payments,
16 \$12,000,000.00 shall be retained by the state and expended for child support program
17 expenses.

18 (3) From the federal money received for child support incentive payments,
19 \$14,500,000.00 shall be paid to the counties based on each county's performance level for
20 each of the federal performance measures as established in 45 CFR 305.2.

21 (4) If the child support incentive payment to the state from the federal government is
22 greater than \$26,500,000.00, then 100% of the excess shall be retained by the state and is
23 appropriated until the total retained by the state reaches \$15,397,400.00.

24 (5) If the child support incentive payment to the state from the federal government is
25 greater than the amount needed to satisfy the provisions identified in subsections (1), (2),
26 (3), and (4), the additional funds shall be subject to appropriation by the legislature.

27 (6) If the child support incentive payment to the state from the federal government is
28 less than \$26,500,000.00, then the state and county share shall each be reduced by 50% of the
29 shortfall.

30 Sec. 9-909. (1) If statewide retained child support collections exceed \$38,300,000.00,
31 75% of the amount in excess of \$38,300,000.00 is appropriated to legal support contracts.
32 This excess appropriation may be distributed to eligible counties to supplement and not

1 supplant county title IV-D funding.

2 (2) Each county whose retained child support collections in the current fiscal year
3 exceed its fiscal year 2004-2005 retained child support collections, excluding tax offset and
4 financial institution data match collections in both the current year and fiscal year 2004-
5 2005, shall receive its proportional share of the 75% excess.

6 Sec. 9-910. (1) If title IV-D-related child support collections are escheated, the
7 state budget director is authorized to adjust the sources of financing for the funds
8 appropriated in part 1 for legal support contracts to reduce federal authorization by 66% of
9 the escheated amount and increase general fund/general purpose authorization by the same
10 amount. This budget adjustment is required to offset the loss of federal revenue due to the
11 escheated amount being counted as title IV-D program income in accordance with federal
12 regulations at 45 CFR 304.50.

13 (2) The department shall notify the chairs of the house and senate appropriations
14 subcommittees on the department budget and the house and senate fiscal agencies within 15
15 days of the authorization adjustment in subsection (1).

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14 **Article 10**

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16 **JUDICIARY**
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26 PART 1

27 LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

28 Sec. 10-101. Subject to the conditions set forth in this article, the amounts listed
29 in this part for the judiciary are appropriated for the fiscal year ending September 30,
30 2014, and are anticipated to be appropriated for the fiscal year ending September 30, 2015,
31 from the funds indicated in this part. The following is a summary of the appropriations and
32 anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	JUDICIARY		
2	APPROPRIATION SUMMARY		
3	Full-time equated exempted positions.....	482.0	481.0
4	GROSS APPROPRIATION	\$ 285,316,200	\$ 280,202,900
5	Total interdepartmental grants and		
6	intradepartmental transfers.....	2,350,500	2,354,800
7	ADJUSTED GROSS APPROPRIATION	\$ 282,965,700	\$ 277,848,100
8	Total federal revenues	5,343,900	5,384,800
9	Total local revenues	7,133,100	7,218,200
10	Total private revenues	931,500	939,700
11	Total other state restricted revenues	86,115,900	86,141,800
12	State general fund/general purpose	\$ 183,441,300	\$ 178,163,600
13	State general fund/general purpose schedule:		
14	Ongoing state general fund/general purpose	176,941,300	178,163,600
15	One-time state general fund/general purpose	6,500,000	0
16	Sec. 10-102. SUPREME COURT AND STATE COURT ADMINISTRATIVE		
17	OFFICE		
18	Full-time equated exempted positions.....	245.0	245.0
19	Supreme court and state court administrative office ...	\$ 61,079,900	\$ 62,466,600
20	GROSS APPROPRIATION	\$ 61,079,900	\$ 62,466,600
21	Appropriated from:		
22	Interdepartmental grant revenues	1,884,500	1,888,800
23	Federal revenues	4,935,600	4,976,500
24	Local revenues	7,133,100	7,218,200
25	Private revenues	850,200	858,400
26	State restricted revenues	7,752,600	7,778,500
27	State general fund/general purpose	\$ 38,523,900	\$ 39,746,200
28	Schedule of programs:		
29	Supreme court administration	13,101,300	13,101,300
30	Judicial institute	2,132,900	2,132,900
31	State court administrative office	11,590,900	11,590,900
32	Judicial information systems	3,012,000	3,012,000

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Direct trial court automation support	7,133,100	7,133,100
2	Foster care review board	1,271,000	1,271,000
3	Community dispute resolution	2,360,600	2,360,600
4	Other federal grants	275,100	275,100
5	Drug treatment courts	10,083,000	10,083,000
6	Community court pilot project	20,000	20,000
7	Mental health courts	4,100,000	4,100,000
8	Swift and sure sanctions	6,000,000	6,000,000
9	Active and retiree insurance and pension adjustment	0	1,386,700
10	Sec. 10-103. COURT OF APPEALS OPERATIONS		
11	Full-time equated exempted positions.....	175.0	175.0
12	Court of appeals operations	\$ 22,248,500	\$ 22,248,500
13	GROSS APPROPRIATION	\$ 22,248,500	\$ 22,248,500
14	Appropriated from:		
15	State general fund/general purpose	\$ 22,248,500	\$ 22,248,500
16	Schedule of programs:		
17	Court of appeals operations	22,248,500	22,248,500
18	Sec. 10-104. BRANCHWIDE APPROPRIATIONS		
19	Full-time equated exempted positions.....	4.0	4.0
20	Branchwide appropriations	\$ 8,621,000	\$ 8,621,000
21	GROSS APPROPRIATION	\$ 8,621,000	\$ 8,621,000
22	Appropriated from:		
23	State general fund/general purpose	\$ 8,621,000	\$ 8,621,000
24	Schedule of programs:		
25	Branchwide appropriations	8,621,000	8,621,000
26	Sec. 10-105. JUDICIAL COMPENSATION		
27	Full-time judges positions.....	606.0	606.0
28	Judicial compensation	\$ 94,447,000	\$ 94,447,000
29	GROSS APPROPRIATION	\$ 94,447,000	\$ 94,447,000
30	Appropriated from:		
31	State restricted revenues	4,890,200	4,890,200
32	State general fund/general purpose	\$ 89,556,800	\$ 89,556,800

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Schedule of programs:		
2	Supreme court justices' salaries--7.0 justices	1,152,300	1,152,300
3	Court of appeals judges salaries--28.0 judges	4,240,300	4,240,300
4	District court judges state base salaries--		
5	250.0 judges	23,044,500	23,044,500
6	District court judicial salary standardization	11,385,300	11,385,300
7	Probate court judges state base salaries--		
8	103.0 judges	9,627,900	9,627,900
9	Probate court judicial salary standardization	4,669,600	4,669,600
10	Circuit court judges state base salaries--		
11	218.0 judges	20,534,600	20,534,600
12	Circuit court judicial salary standardization	9,967,900	9,967,900
13	Judges' retirement system defined contribution	4,185,300	4,185,300
14	OASI, social security	5,639,300	5,639,300
15	Sec. 10-106. JUDICIAL TENURE COMMISSION		
16	Full-time equated exempted positions.....	7.0	7.0
17	Judicial tenure commission	\$ 1,101,700	\$ 1,101,700
18	GROSS APPROPRIATION	\$ 1,101,700	\$ 1,101,700
19	Appropriated from:		
20	State general fund/general purpose	\$ 1,101,700	\$ 1,101,700
21	Schedule of programs:		
22	Judicial tenure commission	1,101,700	1,101,700
23	Sec. 10-107. INDIGENT DEFENSE - CRIMINAL		
24	Full-time equated exempted positions.....	50.0	50.0
25	Indigent defense - criminal	\$ 7,581,000	\$ 7,581,000
26	GROSS APPROPRIATION	\$ 7,581,000	\$ 7,581,000
27	Appropriated from:		
28	Interdepartmental grant revenues	466,000	466,000
29	Federal revenues	408,300	408,300
30	Private revenues	81,300	81,300
31	State restricted revenues	131,100	131,100
32	State general fund/general purpose	\$ 6,494,300	\$ 6,494,300

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Schedule of programs:		
2	Appellate public defender program	6,539,700	6,539,700
3	Appellate assigned counsel administration	1,041,300	1,041,300
4	Sec. 10-108. INDIGENT CIVIL LEGAL ASSISTANCE		
5	Indigent civil legal assistance	\$ 7,937,000	\$ 7,937,000
6	GROSS APPROPRIATION	\$ 7,937,000	\$ 7,937,000
7	Appropriated from:		
8	State restricted revenues	7,937,000	7,937,000
9	State general fund/general purpose	\$ 0	\$ 0
10	Schedule of programs:		
11	Indigent civil legal assistance	7,937,000	7,937,000
12	Sec. 10-109. TRIAL COURT OPERATIONS		
13	Trial court operations	\$ 75,800,100	\$ 75,800,100
14	GROSS APPROPRIATION	\$ 75,800,100	\$ 75,800,100
15	Appropriated from:		
16	State restricted revenues	65,405,000	65,405,000
17	State general fund/general purpose	\$ 10,395,100	\$ 10,395,100
18	Schedule of programs:		
19	Court equity fund reimbursements	60,835,100	60,835,100
20	Judicial technology improvement fund	4,815,000	4,815,000
21	Drug case-flow program	250,000	250,000
22	Drunk driving case-flow program	3,300,000	3,300,000
23	Juror compensation reimbursement	6,600,000	6,600,000
24	Sec. 10-110. ONE-TIME APPROPRIATIONS		
25	Full-time equated exempted positions	1.0	0.0
26	One-time appropriations	\$ 6,500,000	\$ 0
27	GROSS APPROPRIATION	\$ 6,500,000	\$ 0
28	Appropriated from:		
29	State general fund/general purpose	\$ 6,500,000	\$ 0
30	Schedule of programs:		
31	Trial court innovation fund	4,000,000	0
32	Michigan court system	2,500,000	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2014

GENERAL SECTIONS

Sec. 10-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is \$269,557,200.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is \$138,999,600.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

JUDICIARY

SUPREME COURT

State court administrative office	\$	511,900
Drug treatment courts		9,783,000
Mental health courts		3,997,600
Swift and sure sanctions		5,900,000

TRIAL COURT OPERATIONS

Court equity fund reimbursements	\$	60,835,100
Judicial technology improvement fund		4,815,000
Trial court innovations fund		3,900,000
Michigan court system		2,500,000

JUSTICES' AND JUDGES' COMPENSATION

District court judicial salary standardization	\$	11,385,300
Probate court judges' state base salaries		9,627,900
Probate court judicial salary standardization		4,669,600
Circuit court judicial salary standardization		9,967,900
Grant to OASI contribution fund, employers share, social security ...		956,300

GRANTS AND REIMBURSEMENTS TO LOCAL GOVERNMENT

Drunk driving case-flow program	\$	3,300,000
Drug case-flow program		250,000
Juror compensation reimbursement		6,600,000
TOTAL	\$	138,999,600

1 Sec. 10-202. Funds appropriated in part 1 to an entity within the judicial branch
2 shall not be expended or transferred to another account without written approval of the
3 authorized agent of the judicial entity. If the authorized agent of the judicial entity
4 notifies the state budget director of its approval of an expenditure or transfer, the state
5 budget director shall immediately make the expenditure or transfer. The authorized judicial
6 entity agent shall be designated by the chief justice of the supreme court.

7 Sec. 10-203. As used in this article "OASI" means old age survivor's insurance.

8 Sec. 10-208. The internet reporting requirements of this article shall be completed
9 with the approval of, and at the direction of, the supreme court, except as otherwise
10 provided in this article.

11 Sec. 10-215. The state court administrative office shall prepare a report on out-of-
12 state travel expenses not later than January 1 of each year. The travel report shall be a
13 listing of all travel by judicial branch employees outside this state in the immediately
14 preceding fiscal year that was funded in whole or in part with funds appropriated in the
15 Judiciary budget. The report shall be submitted to the senate and house appropriations
16 committees, the house and senate fiscal agencies, and the state budget director. The report
17 shall include the following information:

18 (a) The dates of each travel occurrence.

19 (b) The transportation and related costs of each travel occurrence, including the
20 proportion funded with state general fund/general purpose revenues, the proportion funded
21 with state restricted revenues, the proportion funded with federal revenues, and the
22 proportion funded with other revenues.

23 Sec. 10-219. Not later than November 30, the state budget office shall prepare and
24 transmit a report that provides for estimates of the total general fund/general purpose
25 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
26 projected year-end general fund/general purpose appropriation lapses by major departmental
27 program or program areas. The report shall be transmitted to the chairpersons of the senate
28 and house appropriations committees, and the senate and house fiscal agencies.

29 Sec. 10-221. From the funds appropriated in part 1, the judicial branch shall develop,
30 post, and maintain, on a user-friendly and publicly accessible Internet site, all
31 expenditures made by the judicial branch within a fiscal year. The posting shall include the
32 purpose for which each expenditure is made. The judicial branch shall not provide financial

1 information on its website under this section if doing so would violate a federal or state
2 law, rule, regulation, or guideline that establishes privacy or security standards applicable
3 to that financial information.

4 Sec. 10-222. Within 14 days after the release of the executive budget recommendation,
5 the judicial branch shall cooperate with the state budget office to provide the senate and
6 house appropriations chairs, the senate and house appropriations subcommittees chairs, and
7 the senate and house fiscal agencies with an annual report on estimated state restricted fund
8 balances, state restricted fund projected revenues, and state restricted fund expenditures
9 for the fiscal years ending September 30, 2013 and September 30, 2014.

10 Sec. 10-223. The Judiciary shall maintain, on a publicly accessible website, a
11 scorecard that identifies, tracks and regularly updates key metrics that are used to monitor
12 and improve the judiciary's performance.

13
14 **SUPREME COURT AND STATE COURT ADMINISTRATIVE OFFICE**

15 Sec. 10-301. Pursuant to the appropriations in part 1, the direct trial court
16 automation support program of the state court administrative office shall recover direct and
17 overhead costs from trial courts by charging for services rendered. The fee shall cover the
18 actual costs incurred to the direct trial court automation support program in providing the
19 service, including development of future versions of case management systems.

20 Sec. 10-302. Funds appropriated within the judicial branch shall not be expended by
21 any component within the judicial branch without the approval of the supreme court.

22 Sec. 10-303. Of the amount appropriated in part 1 for the judicial branch, \$325,000.00
23 is allocated for circuit court reimbursement under section 3 of 1978 PA 16, MCL 800.453, and
24 \$186,900.00 is allocated for court of claims reimbursement under section 6413 of the revised
25 judicature act of 1961, 1961 PA 236, MCL 600.6413.

26 Sec. 10-308. If sufficient funds are not available from the court fee fund to pay
27 judges' compensation, the difference between the appropriated amount from that fund for
28 judges' compensation and the actual amount available after the amount appropriated for trial
29 court reimbursement is made shall be appropriated from the state general fund for judges'
30 compensation.

31 Sec. 10-311. (1) The funds appropriated in part 1 for drug treatment courts shall be
32 administered by the state court administrative office to operate drug treatment court

1 programs. A drug treatment court shall be responsible for handling cases involving substance
2 abusing nonviolent offenders through comprehensive supervision, testing, treatment services,
3 and immediate sanctions and incentives. A drug treatment court shall use all available county
4 and state personnel involved in the disposition of cases including, but not limited to,
5 parole and probation agents, prosecuting attorneys, defense attorneys, and community
6 corrections providers. The funds may be used in connection with other federal, state, and
7 local funding sources.

8 (2) From the funds appropriated in part 1, the chief justice shall allocate sufficient
9 funds for the judicial institute to provide in-state training for those identified in
10 subsection (1), including training for new drug treatment court judges.

11 (3) For drug treatment court grants, consideration for priority may be given to those
12 courts where higher instances of substance abuse cases are filed.

13 (4) The judiciary shall receive \$1,500,000.00 in Byrne formula grant funding as an
14 interdepartmental grant from the department of state police to be used for expansion of drug
15 treatment courts, to assist in avoiding prison bed space growth for nonviolent offenders in
16 collaboration with the department of corrections.

17 Sec. 10-317. Funds appropriated in part 1 shall not be used for the permanent
18 assignment of state-owned vehicles to justices or judges or any other judicial branch
19 employee. This section does not preclude the use of state-owned motor pool vehicles for state
20 business in accordance with approved guidelines.

21 Sec. 10-318. The funds appropriated in part 1 for the community court pilot project
22 shall be used for the purposes of administering a pilot program of neighborhood-focused
23 community courts. The state court administrative office shall work collaboratively with the
24 designated courts when establishing the community courts.

25 Sec. 10-320. From the funds appropriated in part 1 for the swift and sure sanctions
26 program, the state court administrative office shall administer a program to distribute
27 grants to qualifying courts in accordance with the objectives and requirements of the
28 probation swift and sure sanctions act. Of the \$6,000,000.00 designated for the program, not
29 more than \$100,000.00 shall be available to the state court administrative office to pay for
30 employee costs associated with the administration of the program funds. Courts interested in
31 participating in the sanctions program may apply to the state court administrative office for
32 a portion of the funds appropriated in part 1 under this section.

1 Sec. 10-322. If Byrne formula grant funding is awarded to the state appellate
2 defender, the state appellate defender office may receive and expend Byrne formula grant
3 funds in an amount not exceeding \$250,000.00 as an interdepartmental grant from the
4 department of state police. If the state appellate defender receives federal grant funding
5 from the department of justice in excess of the amount appropriated in part 1, the state
6 appellate defender office may receive and expend grant funds in an amount not exceeding
7 \$300,000.00 as other federal grants.

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15 **Article 11**

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17 **LEGISLATURE**
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26 PART 1

27 LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

28 Sec. 11-101. Subject to the conditions set forth in this article, the amounts listed
29 in this part for the legislature are appropriated for the fiscal year ending September 30,
30 2014, and are anticipated to be appropriated for the fiscal year ending September 30, 2015,
31 from the funds indicated in this part. The following is a summary of the appropriations and
32 anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	LEGISLATURE		
2	APPROPRIATION SUMMARY		
3	GROSS APPROPRIATION.....	\$ 144,373,700	\$ 144,776,900
4	Total interdepartmental grants and		
5	intradepartmental transfers.....	5,092,100	5,181,100
6	ADJUSTED GROSS APPROPRIATION	\$ 139,281,600	\$ 139,595,800
7	Total federal revenues	0	0
8	Total local revenues	0	0
9	Total private revenues	400,000	400,000
10	Total other state restricted revenues	3,060,800	3,094,900
11	State general fund/general purpose	\$ 135,820,800	\$ 136,100,900
12	Sec. 11-102. LEGISLATURE		
13	Legislature	\$ <u>123,819,300</u>	\$ <u>123,819,300</u>
14	GROSS APPROPRIATION	\$ 123,819,300	\$ 123,819,300
15	Appropriated from:		
16	Private revenues	400,000	400,000
17	State restricted revenues	1,109,800	1,109,800
18	State general fund/general purpose	\$ 122,309,500	\$ 122,309,500
19	<i>Schedule of programs:</i>		
20	<i>Senate</i>	<i>30,955,300</i>	<i>30,955,300</i>
21	<i>Senate automated data processing</i>	<i>2,432,200</i>	<i>2,432,200</i>
22	<i>Senate fiscal agency</i>	<i>3,426,000</i>	<i>3,426,000</i>
23	<i>House of representatives</i>	<i>47,841,200</i>	<i>47,841,200</i>
24	<i>House automated data processing</i>	<i>1,930,900</i>	<i>1,930,900</i>
25	<i>House fiscal agency</i>	<i>3,426,000</i>	<i>3,426,000</i>
26	<i>Legislative council</i>	<i>10,864,900</i>	<i>10,864,900</i>
27	<i>Legislative service bureau automated data processing</i>	<i>1,312,200</i>	<i>1,312,200</i>
28	<i>Worker's compensation</i>	<i>139,200</i>	<i>139,200</i>
29	<i>National association dues</i>	<i>425,000</i>	<i>425,000</i>
30	<i>Legislative corrections ombudsman</i>	<i>670,700</i>	<i>670,700</i>
31	<i>General nonretirement expenses</i>	<i>4,561,700</i>	<i>4,561,700</i>
32	<i>Capitol building</i>	<i>3,078,700</i>	<i>3,078,700</i>

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	<i>Cora Anderson building</i>	10,207,700	10,207,700
2	<i>Farnum building and other properties</i>	2,547,600	2,547,600
3	Sec. 11-103. AUDITOR GENERAL OPERATIONS		
4	Auditor general operations	\$ 20,554,400	\$ 20,957,600
5	GROSS APPROPRIATION	\$ 20,554,400	\$ 20,957,600
6	Appropriated from:		
7	Interdepartmental grant revenues	5,092,100	5,181,100
8	State restricted revenues	1,951,000	1,985,100
9	State general fund/general purpose	\$ 13,511,300	\$ 13,791,400
10	<i>Schedule of programs:</i>		
11	<i>Unclassified positions</i>	329,400	329,400
12	<i>Field operations</i>	20,225,000	20,225,000
13	<i>Active and retiree insurance and pension adjustment</i>	0	403,200

14

15 PART 2

16 PROVISIONS CONCERNING APPROPRIATIONS

17 FISCAL YEAR 2014

18

19 **GENERAL SECTIONS**

20 Sec. 11-201. Pursuant to section 30 of article IX of the state constitution of 1963,

21 total state spending from state resources under part 1 for fiscal year 2013-2014 is

22 \$138,881,600.00 and state spending from state resources to be paid to local units of

23 government for fiscal year 2013-2014 is \$0.00.

24

25 **LEGISLATURE**

26 Sec. 11-600. The senate, the house of representatives, or an agency within the

27 legislative branch may receive, expend, and transfer funds in addition to those authorized in

28 part 1.

29 Sec. 11-601. (1) Funds appropriated in part 1 to an entity within the legislative

30 branch shall not be expended or transferred to another account without written approval of

31 the authorized agent of the legislative entity. If the authorized agent of the legislative

32 entity notifies the state budget director of its approval of an expenditure or transfer

1 before the year-end book-closing date for that legislative entity, the state budget director
2 shall immediately make the expenditure or transfer. The authorized legislative entity agency
3 shall be designated by the speaker of the house of representatives for house entities, the
4 senate majority leader for senate entities, and the legislative council for legislative
5 council entities.

6 (2) Funds appropriated within the legislative branch, to a legislative council
7 component, shall not be expended by any agency or other subgroup included in that component
8 without the approval of the legislative council.

9 Sec. 11-602. The senate may charge rent and assess charges for utility costs. The
10 amounts received for rent charges and utility assessments are appropriated to the senate for
11 the renovation, operation, and maintenance of the Farnum building and other properties.

12 Sec. 11-603. The appropriation contained in part 1 for national association dues is to
13 be distributed by the legislative council.

14 Sec. 11-604. (1) The appropriation in part 1 to the legislative council includes funds
15 to operate the legislative parking facilities in the capitol area. The legislative council
16 shall establish rules regarding the operation of the legislative parking facilities.

17 (2) The legislative council shall collect a fee from state employees and the general
18 public using certain legislative parking facilities. The revenues received from the parking
19 fees shall be allocated by the legislative council.

20 Sec. 11-605. The appropriation in part 1 to the legislative council for publication of
21 the Michigan manual is a work project account. The unexpended portion remaining on September
22 30 shall not lapse and shall be carried forward into the subsequent fiscal year for use in
23 paying the associated biennial costs of publication of the Michigan manual.

24 Sec. 11-606. The appropriations in part 1 to the legislative branch, for property
25 management, shall be used to purchase equipment and services for building maintenance in
26 order to ensure a safe and productive work environment. These funds are designated as work
27 project appropriations and shall not lapse at the end of the fiscal year, and shall continue
28 to be available for expenditure until the project has been completed. The total cost is
29 estimated at \$500,000.00, and the tentative completion date is September 30, 2018.

30 Sec. 11-607. The appropriations in part 1 to the legislative branch, for automated
31 data processing, shall be used to purchase equipment, software, and services in order to
32 support and implement data processing requirements and technology improvements. These funds

1 are designated as work project appropriations and shall not lapse at the end of the fiscal
2 year, and shall continue to be available for expenditure until the project has been
3 completed. The total cost is estimated at \$500,000.00, and the tentative completion date is
4 September 30, 2018.

5 Sec. 11-608. In addition to funds appropriated in part 1, the Michigan capitol
6 committee publications save the flags fund account may accept contributions, gifts, bequests,
7 devises, grants, and donations. Those funds that are not expended in the fiscal year ending
8 September 30 shall not lapse at the close of the fiscal year, and shall be carried forward
9 for expenditure in the following fiscal years.

10
11 **AUDITOR GENERAL OPERATIONS**

12 Sec. 11-620. Pursuant to section 53 of article IV of the state constitution of 1963,
13 the auditor general shall conduct audits of the judicial branch. The audits may include the
14 supreme court and its administrative units, the court of appeals, and trial courts.

15 Sec. 11-621. (1) The auditor general shall take all reasonable steps to ensure that
16 certified minority- and women-owned and operated accounting firms, and accounting firms owned
17 and operated by persons with disabilities participate in the audits of the books, accounts,
18 and financial affairs of each principal executive department, branch, institution, agency,
19 and office of this state.

20 (2) The auditor general shall strongly encourage firms with which the auditor general
21 contracts to perform audits of the principal executive departments and state agencies to
22 subcontract with certified minority- and women-owned and operated accounting firms, and
23 accounting firms owned and operated by persons with disabilities.

24 (3) The auditor general shall compile an annual report regarding the number of
25 contracts entered into with certified minority- and women-owned and operated accounting
26 firms, and accounting firms owned and operated by persons with disabilities. The auditor
27 general shall deliver the report to the state budget director and the senate and house of
28 representatives standing committees on appropriations subcommittees on general government by
29 November 1 of each year.

30 Sec. 11-622. From the funds appropriated in part 1 to the legislative auditor general,
31 the auditor general's salary and the salaries of the remaining 2.0 full-time equated
32 unclassified positions shall be set by the speaker of the house of representatives, the

1 senate majority leader, the house of representatives minority leader, and the senate minority
2 leader.

3 Sec. 11-623. Any audits, reviews, or investigations requested of the auditor general
4 by the legislature or by legislative leadership, legislative committees, or individual
5 legislators shall include an estimate of the additional costs involved and, when those costs
6 exceed \$50,000.00, should provide supplemental funding. The auditor general shall determine
7 whether to perform those activities in keeping with Audit Directive No. 29, which describes
8 the office of the auditor general's policy on responding to legislative requests.

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14 **Article 12**

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16 **DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS**
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26 PART 1

27 LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

28 Sec. 12-101. Subject to the conditions set forth in this article, the amounts listed
29 in this part for the department of licensing and regulatory affairs are appropriated for the
30 fiscal year ending September 30, 2014, and are anticipated to be appropriated for the fiscal
31 year ending September 30, 2015, from the funds indicated in this part. The following is a
32 summary of the appropriations and anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	57.5	57.5
4	Full-time equated classified positions.....	3,267.0	3,267.0
5	GROSS APPROPRIATION	\$ 573,906,300	\$ 582,222,900
6	Total interdepartmental grants and		
7	intradepartmental transfers.....	14,228,200	14,228,200
8	ADJUSTED GROSS APPROPRIATION	\$ 559,678,100	\$ 567,994,700
9	Total federal revenues	197,470,000	198,557,800
10	Total local revenues	656,500	656,500
11	Total private revenues	2,011,800	2,011,800
12	Total other state restricted revenues	320,734,900	327,416,900
13	State general fund/general purpose	\$ 38,804,900	\$ 39,351,700
14	State general fund/general purpose schedule:		
15	Ongoing state general fund/general purpose	38,804,900	39,351,700
16	One-time state general fund/general purpose	0	0
17	Sec. 12-102. DEPARTMENTAL ADMINISTRATION		
18	Full-time equated unclassified positions.....	57.5	57.5
19	Full-time equated classified positions.....	124.0	124.0
20	Departmental administration	\$ 39,254,200	\$ 47,570,800
21	GROSS APPROPRIATION	\$ 39,254,200	\$ 47,570,800
22	Appropriated from:		
23	Federal revenues	12,357,600	13,445,400
24	Local revenues	127,500	127,500
25	Private revenues	200,000	200,000
26	State restricted revenues	26,145,100	32,827,100
27	State general fund/general purpose	\$ 424,000	\$ 970,800
28	Schedule of programs		
29	Unclassified salaries	4,818,200	4,818,200
30	Executive director programs	5,320,000	5,320,000
31	Administrative services	9,302,100	9,302,100
32	Office of regulatory reinvention	477,000	477,000

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Property management	10,799,300	10,799,300
2	Rent	7,712,600	7,712,600
3	Worker's compensation	625,000	625,000
4	Special project advances	200,000	200,000
5	Active and retiree insurance and pension adjustment	0	8,316,600
6	Sec. 12-103. OFFICE OF FINANCIAL AND INSURANCE REGULATION		
7	Full-time equated classified positions.....	347.0	347.0
8	Office of financial and insurance regulation	\$ 59,479,700	\$ 59,479,700
9	GROSS APPROPRIATION	\$ 59,479,700	\$ 59,479,700
10	Appropriated from:		
11	Federal revenues	2,000,000	2,000,000
12	State restricted revenues	57,479,700	57,479,700
13	State general fund/general purpose	\$ 0	\$ 0
14	Schedule of programs:		
15	Administration	7,593,700	7,593,700
16	Financial evaluation	31,748,100	31,748,100
17	Regulatory compliance and consumer assistance	20,137,900	20,137,900
18	Sec. 12-104. PUBLIC SERVICE COMMISSION		
19	Full-time equated classified positions.....	193.0	193.0
20	Public service commission	\$ 30,597,100	\$ 30,597,100
21	GROSS APPROPRIATION	\$ 30,597,100	\$ 30,597,100
22	Appropriated from:		
23	Federal revenues	1,245,400	1,245,400
24	State restricted revenues	29,351,700	29,351,700
25	State general fund/general purpose	\$ 0	\$ 0
26	Schedule of programs:		
27	Public service commission	30,219,900	30,219,900
28	Metro authority	377,200	377,200
29	Sec. 12-105. LIQUOR CONTROL COMMISSION		
30	Full-time equated classified positions.....	152.0	152.0
31	Liquor control commission	\$ 19,418,400	\$ 19,418,400
32	GROSS APPROPRIATION	\$ 19,418,400	\$ 19,418,400

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Appropriated from:		
2	State restricted revenues	19,418,400	19,418,400
3	State general fund/general purpose	\$ 0	\$ 0
4	Schedule of programs:		
5	Management support services.....	4,508,500	4,508,500
6	Liquor licensing and enforcement.....	14,909,900	14,909,900
7	Sec. 12-106. OCCUPATIONAL REGULATION		
8	Full-time equated classified positions.....	872.0	872.0
9	Occupational regulation	\$ 124,034,500	\$ 124,034,500
10	GROSS APPROPRIATION	\$ 124,034,500	\$ 124,034,500
11	Appropriated from:		
12	Interdepartmental grant revenues	100,000	100,000
13	Federal revenues	22,298,600	22,298,600
14	Private revenues	200,000	200,000
15	State restricted revenues	92,223,400	92,223,400
16	State general fund/general purpose	\$ 9,212,500	\$ 9,212,500
17	Schedule of programs:		
18	Bureau of fire services	12,031,800	12,031,800
19	Bureau of construction codes	20,591,600	20,591,600
20	Corporations, securities and commercial licensing		
21	bureau	25,881,100	25,881,100
22	Bureau of health care services	65,530,000	65,530,000
23	Sec. 12-107. MICHIGAN OCCUPATIONAL SAFETY AND HEALTH ADMINISTRATION		
24	Full-time equated classified positions.....	249.0	249.0
25	Michigan occupational safety and health administration.	\$ 31,940,400	\$ 31,940,400
26	GROSS APPROPRIATION	\$ 31,940,400	\$ 31,940,400
27	Appropriated from:		
28	Federal revenues	11,722,600	11,722,600
29	State restricted revenues	17,145,500	17,145,500
30	State general fund/general purpose	\$ 3,072,300	\$ 3,072,300
31	Schedule of programs:		
32	Occupational safety and health	31,940,400	31,940,400

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Sec. 12-108. EMPLOYMENT SERVICES		
2	Full-time equated classified positions.....	1,088.0	1,088.0
3	Employment services	\$ 141,891,000	\$ 141,891,000
4	GROSS APPROPRIATION	\$ 141,891,000	\$ 141,891,000
5	Appropriated from:		
6	Federal revenues	110,971,700	110,971,700
7	Local revenues	529,000	529,000
8	Private revenues	111,800	111,800
9	State restricted revenues	20,953,900	20,953,900
10	State general fund/general purpose	\$ 9,324,600	\$ 9,324,600
11	Schedule of programs:		
12	Workers compensation administration	7,823,600	7,823,600
13	Insurance funds administration	5,202,500	5,202,500
14	Supplemental benefit fund	820,000	820,000
15	Unemployment insurance agency	100,002,000	100,002,000
16	Bureau of services for blind persons	23,917,100	23,917,100
17	Employment and labor relations	4,125,800	4,125,800
18	Sec. 12-109. MICHIGAN ADMINISTRATIVE HEARING SYSTEM		
19	Full-time equated classified positions.....	242.0	242.0
20	Michigan administrative hearing system	\$ 41,729,500	\$ 41,729,500
21	GROSS APPROPRIATION	\$ 41,729,500	\$ 41,729,500
22	Appropriated from:		
23	Interdepartmental grant revenues	14,128,200	14,128,200
24	Federal revenues	13,218,900	13,218,900
25	State restricted revenues	13,369,700	13,369,700
26	State general fund/general purpose	\$ 1,012,700	\$ 1,012,700
27	Schedule of programs:		
28	Michigan administrative hearing system	37,343,500	37,343,500
29	Michigan compensation appellate commission	4,386,000	4,386,000
30	Sec. 12-110. INFORMATION TECHNOLOGY		
31	Information technology	\$ 43,644,000	\$ 43,644,000
32	GROSS APPROPRIATION	\$ 43,644,000	\$ 43,644,000

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Appropriated from:		
2	Federal revenues	23,655,200	23,655,200
3	State restricted revenues	19,923,600	19,923,600
4	State general fund/general purpose	\$ 65,200	\$ 65,200
5	<i>Schedule of programs:</i>		
6	Information technology services and projects	43,644,000	43,644,000
7	Sec. 12-111. DEPARTMENT GRANTS		
8	Department grants	\$ <u>26,917,500</u>	\$ <u>26,917,500</u>
9	GROSS APPROPRIATION	\$ 26,917,500	\$ 26,917,500
10	Appropriated from:		
11	Private revenues	1,500,000	1,500,000
12	State restricted revenues	24,723,900	24,723,900
13	State general fund/general purpose	\$ 693,600	\$ 693,600
14	<i>Schedule of programs</i>		
15	Fire protection grants	9,273,900	9,273,900
16	Liquor law enforcement grants	7,200,000	7,200,000
17	Remonumentation grants	7,300,000	7,300,000
18	Private grant programs	1,500,000	1,500,000
19	Subregional libraries state aid	451,800	451,800
20	Utility consumer representation	950,000	950,000
21	Youth low-vision	241,800	241,800
22	Sec. 12-112. AUTISM COVERAGE		
23	Autism coverage fund	\$ <u>15,000,000</u>	\$ <u>15,000,000</u>
24	GROSS APPROPRIATION	\$ 15,000,000	\$ 15,000,000
25	Appropriated from:		
26	State general fund/general purpose	\$ 15,000,000	\$ 15,000,000
27	<i>Schedule of programs:</i>		
28	Autism coverage reimbursement program	15,000,000	15,000,000

30 PART 2

31 PROVISIONS CONCERNING APPROPRIATIONS

32 FISCAL YEAR 2014

1 **GENERAL SECTIONS**

2 Sec. 12-201. Pursuant to section 30 of article IX of the state constitution of 1963,
3 total state spending from state resources under part 1 for fiscal year 2013-2014 is
4 \$359,539,800.00 and state spending from state resources to be paid to local units of
5 government for fiscal year 2013-2014 is \$26,917,500.00. The itemized statement below
6 identifies appropriations from which spending to local units of government will occur:

7 DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

8	Fire protection grants	\$	9,273,900
9	Liquor law enforcement		7,200,000
10	Remonumentation grants		7,300,000
11	Private grant programs		1,500,000
12	Subregional libraries state aid		451,800
13	Utility customer representation		950,000
14	Youth low-vision program		241,800
15	TOTAL	\$	26,917,500

16 Sec. 12-202. As used in this article:

17 (a) "Department" means the department of licensing and regulatory affairs.

18 (b) "Director" means the director of the department.

19 (c) "DOL" means the United States department of labor.

20 (d) "Fiscal agencies" means Michigan house fiscal agency and Michigan senate fiscal
21 agency.

22 (e) "Subcommittees" means all members of the subcommittees of the house and senate
23 appropriations committees with jurisdiction over the budget for the department.

24 Sec. 12-203. Not later than November 30, the state budget office shall prepare and
25 transmit a report that provides for estimates of the total general fund/general purpose
26 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
27 projected year-end general fund/general purpose appropriation lapses by major departmental
28 program or program areas. The report shall be transmitted to the chairpersons of the senate
29 and house appropriations committees, and the senate and house fiscal agencies.

30 Sec. 12-204. The department may carry into the succeeding fiscal year unexpended
31 federal pass-through funds to local institutions and governments that do not require
32 additional state matching funds. Federal pass-through funds to local institutions and

1 governments that are received in amounts in addition to those included in part 1 and that do
2 not require additional state matching funds are appropriated for the purposes intended.
3 Within 14 days after the receipt of federal pass-through funds, the department shall notify
4 the house and senate chairpersons of the subcommittees, the fiscal agencies, and the state
5 budget director of pass-through funds appropriated under this section.

6 Sec. 12-205. Funds appropriated in part 1 shall not be used by a principal executive
7 department, state agency, or authority to hire a person to provide legal services that are
8 the responsibility of the attorney general. This prohibition does not apply to legal services
9 for bonding activities and for those outside services that the attorney general authorizes.

10 Sec. 12-206. (1) In addition to the funds appropriated in part 1, there is
11 appropriated an amount not to exceed \$20,000,000.00 for federal contingency funds. These
12 funds are not available for expenditure until they have been transferred to another line item
13 in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
14 18.1393.

15 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
16 not to exceed \$31,000,000.00 for state restricted contingency funds. These funds are not
17 available for expenditure until they have been transferred to another line item in this
18 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

19 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
20 not to exceed \$8,000,000.00 for local contingency funds. These funds are not available for
21 expenditure until they have been transferred to another line item in this article under
22 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

23 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
24 not to exceed \$600,000.00 for private contingency funds. These funds are not available for
25 expenditure until they have been transferred to another line item in this article under
26 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

27 Sec. 12-207. (1) The department shall sell documents at a price not to exceed the cost
28 of production and distribution. Money received from the sale of these documents shall revert
29 to the department. In addition to the funds appropriated in part 1, these funds are
30 appropriated for expenditure when they are received by the department of treasury. This
31 subsection applies only for the following documents:

32 (a) Corporation and securities division documents, reports, and papers required or

permitted by law pursuant to section 1060(5) of the business corporation act, 1972 PA 284, MCL 450.2060.

(b) The subdivision control manual, the state boundary commission operations manual, and other local government assistance manuals.

(c) The Michigan liquor control code of 1998, 1998 PA 58, MCL 436.1101 to 436.2303.

(d) The mobile home commission act, 1987 PA 96, MCL 125.2301 to 125.2349; the business corporation act, 1972 PA 284, MCL 450.1101 to 450.2098; the nonprofit corporation act, 1982 PA 162, MCL 450.2101 to 450.3192; and the uniform securities act (2002), 2008 PA 551, MCL 451.2101 to 451.2703.

(e) Worker's compensation health care services rules.

(f) Construction code manuals.

(g) Copies of transcripts from administrative law hearings.

(2) In addition to the funds appropriated in part 1, funds collected by the department under sections 55, 57, 58, and 59 of the administrative procedures act of 1969, 1969 PA 306, MCL 24.255, 24.257, 24.258, and 24.259, and section 203 of the legislative council act, 1986 PA 268, MCL 4.1203, are appropriated for all expenses necessary to provide for the cost of publication and distribution. The funds appropriated under this section are allotted for expenditure when they are received by the department of treasury and shall not lapse to the general fund at the end of the fiscal year.

Sec. 12-208. Unless prohibited by law, the department may accept credit card or other electronic means of payment for licenses, fees, or permits.

Sec. 12-209. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 12-210. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

(a) Fiscal year-to-date expenditures by category.

(b) Fiscal year-to-date expenditures by appropriation unit.

(c) Fiscal year-to-date payments to a selected vendor, including the vendor name, payment date, payment amount, and payment description.

(d) The number of active department employees by job classification.

1 (e) Job specifications and wage rates.

2 Sec. 12-211. Within 14 days after the release of the executive budget recommendation,
3 the department shall cooperate with the state budget office to provide the senate and house
4 appropriations chairs, the senate and house appropriations subcommittees chairs, and the
5 senate and house fiscal agencies with an annual report on estimated state restricted fund
6 balances, state restricted fund projected revenues, and state restricted fund expenditures
7 for the fiscal years ending September 30, 2013 and September 30, 2014.

8 Sec. 12-212. The departments and agencies receiving appropriations in part 1 shall
9 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
10 travel report shall be a listing of all travel by classified and unclassified employees
11 outside this state in the immediately preceding fiscal year that was funded in whole or in
12 part with funds appropriated in the department's budget. The report shall be submitted to the
13 senate and house appropriations committees, the house and senate fiscal agencies, and the
14 state budget director. The report shall include the following information:

15 (a) The dates of each travel occurrence.

16 (b) The transportation and related costs of each travel occurrence, including the
17 proportion funded with state general fund/general purpose revenues, the proportion funded
18 with state restricted revenues, the proportion funded with federal revenues, and the
19 proportion funded with other revenues.

20 21 OCCUPATIONAL REGULATION

22 Sec. 12-301. (1) The appropriation in part 1 for fire protection grants shall be
23 appropriated to cities, villages, and townships with state-owned facilities for fire
24 services, instead of taxes, in accordance with 1977 PA 289, MCL 141.951 to 141.956.

25 (2) Cities, villages, and townships with state-owned facilities shall report to the
26 department no later than January 1 on a form developed by the department in order to be
27 eligible to receive funds appropriated in part 1 for fire protection grants. The report shall
28 indicate all of the following:

29 (a) The ability to respond to state facilities in their service area.

30 (b) The cost for being prepared and able to respond to fire service situations during
31 the most recent fiscal year.

32 (c) The fire-related activities of police and fire departments on state property.

(d) The costs of these activities.

(e) The expenditures from fire protection grants.

(3) The department shall prepare a summary of the local submissions and provide it to the subcommittees, fiscal agencies, and the state budget director by March 31.

Sec. 12-302. Money appropriated under this article for the bureau of fire services shall not be expended unless, in accordance with section 2c of the fire prevention code, 1941 PA 207, MCL 29.2c, inspection and plan review fees will be charged according to the following schedule:

Operation and maintenance inspection fee

<u>Facility type</u>	<u>Facility size</u>	<u>Fee</u>
Hospitals	Any	\$8.00 per bed

Plan review and construction inspection fees for
hospitals and schools

<u>Project cost range</u>	<u>Fee</u>
\$101,000.00 or less	minimum fee of \$155.00
\$101,001.00 to \$1,500,000.00	\$1.60 per \$1,000.00
\$1,500,001.00 to \$10,000,000.00	\$1.30 per \$1,000.00
\$10,000,001.00 or more	\$1.10 per \$1,000.00
	or a maximum fee of \$60,000.00.

Sec. 12-303. The funds collected by the department for licenses, permits, and other elevator regulation fees set forth in the Michigan administrative code and as determined under section 8 of 1976 PA 333, MCL 338.2158, and section 16 of 1967 PA 227, MCL 408.816, that are unexpended at the end of the fiscal year shall carry forward to the subsequent fiscal year.

Sec. 12-304. The department may make available to interested entities otherwise unavailable customized listings of nonconfidential information in its possession, such as names and addresses of licensees. The department may establish and collect a reasonable charge to provide this service. The revenue received from this service is appropriated to offset expenses to provide the service. Any balance of this revenue collected and unexpended at the end of the fiscal year shall revert to the appropriate restricted fund.

Sec. 12-305. If the revenue collected by the department from licensing and regulation

1 fees collected by the bureau of commercial services exceeds the amount expended from
2 appropriations in part 1, the revenue may be carried forward into the subsequent fiscal year.
3 The revenue carried forward under this section shall be used as the first source of funds in
4 the subsequent fiscal year.

5 Sec. 12-306. Funds earned or authorized by the DOL in excess of the gross
6 appropriation in part 1 for the unemployment insurance agency from the DOL are appropriated
7 and may be expended for staffing and related expenses incurred in the operation of its
8 programs. These funds may be spent after the department notifies the state budget director
9 and the subcommittees of the purpose and amount of each grant award.

10 Sec. 12-307. Funds remaining in the homeowner construction lien recovery fund are
11 appropriated to the department for payment of court-ordered homeowner construction lien
12 recovery fund judgments entered prior to August 23, 2010. Pursuant to available funds, the
13 payment of final judgments shall be made in the order in which the final judgments were
14 entered and began accruing interest.

15 Sec. 12-308. In addition to the funds appropriated in part 1, the funds collected by
16 the office of financial and insurance regulation in connection with a conservatorship
17 pursuant to section 32 of the mortgage brokers, lenders, and servicers licensing act, 1987 PA
18 173, MCL 445.1682, and funds collected by the department from corporations being liquidated
19 pursuant to the insurance code of 1956, 1956 PA 218, MCL 500.100 to 500.8302, shall be
20 appropriated for all expenses necessary to provide for the required services. Funds are
21 appropriated for expenditure when they are received by the department of treasury and shall
22 not lapse to the general fund at the end of the fiscal year.

23 Sec. 12-309. (1) The appropriation in part 1 for the bureau of services for blind
24 persons includes funds for case services. These funds may be used for tuition payments for
25 blind clients.

26 (2) Revenue collected by the bureau of services for blind persons from private and
27 local sources that is unexpended at the end of the fiscal year may carry forward to the
28 subsequent fiscal year.

29 Sec. 12-310. (1) The funds appropriated in part 1 for a regional or subregional
30 library shall not be released until a budget for that regional or subregional library has
31 been approved by the department for expenditures for library services directly serving the
32 blind and persons with disabilities.

(2) In order to receive subregional state aid as appropriated in part 1, a regional or subregional library's fiscal agency shall agree to maintain local funding support at the same level in the current fiscal year as in the fiscal agency's preceding fiscal year. If a reduction in expenditures equally affects all agencies in a local unit of government that is the regional or subregional library's fiscal agency, that reduction shall not be interpreted as a reduction in local support and shall not disqualify a regional or subregional library from receiving state aid under part 1. If a reduction in income affects a library cooperative or district library that is a regional or subregional library's fiscal agency or a reduction in expenditures for the regional or subregional library's fiscal agency, a reduction in expenditures for the regional or subregional library shall not be interpreted as a reduction in local support and shall not disqualify a regional or subregional library from receiving state aid under part 1.

Sec.12-311. The department may provide and enter into agreements to provide general services, training, meetings, information, special equipment, software, facility use, and technical consulting services to other principal executive departments, state agencies, local units of government, the judicial branch of government, other organizations, and patrons of department facilities. The department may charge fees for these services that are reasonably related to the cost of providing the services. In addition to the funds appropriated in part 1, funds collected by the department for these services are appropriated for all expenses necessary. The funds appropriated under this section are allotted for expenditure when they are received by the department of treasury.

Sec. 12-312. If the required fees are shown to be insufficient to offset all expenses of implementing and administering the medical marihuana program, the department shall review and revise the application and renewal fees accordingly to ensure that all expenses of implementing and administering the medical marihuana program are offset as is permitted under section 5 of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26425.

Sec. 12-313. If the revenue collected by the department for health systems administration, or radiological health administration and projects from fees and collections exceeds the amount appropriated in part 1, the revenue may be carried forward into the subsequent fiscal year. The revenue carried forward under this section shall be used as the first source of funds in the subsequent fiscal year.

1 **AUTISM COVERAGE**

2 Sec. 12-401. Of the amount appropriated in part 1 for the autism coverage fund,
3 \$15,000,000.00 is appropriated and may be expended by the department as provided in the
4 autism coverage reimbursement act, 2012 PA 101, MCL 550.1831 to 550.1841.

5 Sec. 12-402. (1) From the funds appropriated in part 1, the department shall produce a
6 report that contains all of the following information on the autism coverage program for the
7 fiscal year ending September 30, 2013:

8 (a) The number of reimbursements for diagnosis or treatment in each county.

9 (b) The average cost of a diagnosis reimbursement.

10 (c) The average cost of a treatment reimbursement.

11 (2) By December 15, 2013, the department shall provide the report required under
12 subsection (1) to the house and senate appropriations committees, the fiscal agencies, and
13 the state budget director using all available information at that time.

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14 **Article 13**

15
16 **MILITARY AND VETERANS AFFAIRS**
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26 PART 1

27 LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

28 Sec. 13-101. Subject to the conditions set forth in this article, the amounts listed
29 in this part for the department of military and veterans affairs are appropriated for the
30 fiscal year ending September 30, 2014, and are anticipated to be appropriated for the fiscal
31 year ending September 30, 2015, from the funds indicated in this part. The following is a
32 summary of the appropriations and anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	DEPARTMENT OF MILITARY AND VETERANS AFFAIRS		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	8.0	8.0
4	Full-time equated classified positions.....	872.0	872.0
5	GROSS APPROPRIATION	\$ 162,608,000	\$ 160,553,500
6	Total interdepartmental grants and		
7	intradepartmental transfers.....	650,000	650,000
8	ADJUSTED GROSS APPROPRIATION	\$ 161,958,000	\$ 159,903,500
9	Total federal revenues	89,782,700	91,341,900
10	Total local revenues	1,500,000	1,500,000
11	Total private revenues	740,000	740,000
12	Total other state restricted revenues	27,554,000	27,554,000
13	State general fund/general purpose	\$ 42,381,300	\$ 38,767,600
14	State general fund/general purpose schedule:		
15	Ongoing state general fund/general purpose	38,381,300	38,767,600
16	One-time state general fund/general purpose	4,000,000	0
17	Sec. 13-102. MILITARY		
18	Full-time equated unclassified positions.....	8.0	8.0
19	Full-time equated classified positions.....	284.0	284.0
20	Military	\$ 50,343,400	\$ 52,288,900
21	GROSS APPROPRIATION	\$ 50,343,400	\$ 52,288,900
22	Appropriated from:		
23	Interdepartmental grant revenues	650,000	650,000
24	Federal revenues	37,927,200	39,486,400
25	State restricted revenues	917,800	917,800
26	State general fund/general purpose	\$ 10,848,400	\$ 11,234,700
27	Schedule of programs:		
28	Headquarters and armories	13,595,400	13,595,400
29	Unclassified military personnel	1,165,000	1,165,000
30	Military appeals tribunal	900	900
31	State active duty	100,100	100,100
32	Homeland security	650,000	650,000

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Military training site and support facilities	31,634,300	31,634,300
2	Military training sites and support facilities		
3	test projects	100,000	100,000
4	Departmentwide accounts	1,923,200	1,923,200
5	Counter narcotic operations	50,000	50,000
6	Information technology services and projects	1,124,500	1,124,500
7	Active and retiree insurance and pension adjustment	0	1,945,500
8	Sec. 13-103. VETERANS AND COMMUNITY OUTREACH		
9	Full-time equated classified positions.....	87.0	87.0
10	Veterans and community outreach	\$ 20,840,500	\$ 20,840,500
11	GROSS APPROPRIATION	\$ 20,840,500	\$ 20,840,500
12	Appropriated from:		
13	Federal revenues	5,124,000	5,124,000
14	Local revenues	1,500,000	1,500,000
15	Private revenues	200,000	200,000
16	State restricted revenues	5,793,300	5,793,300
17	State general fund/general purpose	\$ 8,223,200	\$ 8,223,200
18	Schedule of programs:		
19	Veterans advice, advocacy, and assistance grants ...	2,904,600	2,904,600
20	Veterans' service delivery initiative	4,600,000	4,600,000
21	Veterans' affairs directorate administration	698,600	698,600
22	Veterans' trust fund administration	1,446,800	1,446,800
23	Veterans' trust fund grants	3,746,500	3,746,500
24	Michigan emergency volunteers	20,000	20,000
25	ChalleNGe program	4,502,000	4,502,000
26	Military family relief fund	600,000	600,000
27	Starbase grant	2,322,000	2,322,000
28	Sec. 13-104. HOMES		
29	Full-time equated classified positions.....	501.0	501.0
30	Homes	\$ 65,572,900	\$ 65,572,900
31	GROSS APPROPRIATION	\$ 65,572,900	\$ 65,572,900
32	Appropriated from:		

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Federal revenues	29,431,500	29,431,500
2	Private revenues	540,000	540,000
3	State restricted revenues	19,842,900	19,842,900
4	State general fund/general purpose	\$ 15,758,500	\$ 15,758,500
5	<i>Schedule of programs:</i>		
6	<i>Grand Rapids veterans' home</i>	<i>46,097,900</i>	<i>46,097,900</i>
7	<i>Grand Rapids board of managers</i>	<i>665,000</i>	<i>665,000</i>
8	<i>D.J. Jacobetti veterans' home</i>	<i>18,535,000</i>	<i>18,535,000</i>
9	<i>D.J. Jacobetti board of managers</i>	<i>275,000</i>	<i>275,000</i>
10	Sec. 13-105. CAPITAL OUTLAY		
11	Capital outlay	\$ <u>21,851,200</u>	<u>21,851,200</u>
12	GROSS APPROPRIATION	\$ 21,851,200	21,851,200
13	<i>Appropriated from:</i>		
14	Federal revenues	17,300,000	17,300,000
15	State restricted revenues	1,000,000	1,000,000
16	State general fund/general purpose	\$ 3,551,200	3,551,200
17	<i>Schedule of programs:</i>		
18	<i>Special maintenance - headquarters and armories</i>	<i>20,351,200</i>	<i>20,351,200</i>
19	<i>Special maintenance - veterans homes</i>	<i>500,000</i>	<i>500,000</i>
20	<i>Land acquisitions</i>	<i>1,000,000</i>	<i>1,000,000</i>
21	Sec. 13-106. ONE-TIME APPROPRIATIONS		
22	Veterans' service delivery initiative	\$ <u>4,000,000</u>	\$ <u>0</u>
23	GROSS APPROPRIATION	\$ 4,000,000	\$ 0
24	<i>Appropriated from:</i>		
25	State general fund/general purpose	\$ 4,000,000	\$ 0
26			
27	PART 2		
28	PROVISIONS CONCERNING APPROPRIATIONS		
29	FISCAL YEAR 2014		
30			
31	<u>GENERAL SECTIONS</u>		
32	Sec. 13-201. Pursuant to section 30 of article IX of the state constitution of 1963,		

total state spending from state resources under part 1 for fiscal year 2013-2014 is \$69,935,300.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is \$120,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

Military	\$	70,000
Veterans and community outreach	\$	<u>50,000</u>
TOTAL	\$	120,000

Sec. 13-203. As used in this article:

(a) "Department" means the department of military and veterans affairs.

(b) "Large veterans service organization" means a VSO that can certify that its membership exceeds 30,000 individuals.

(c) "Medium veterans service organization" means a VSO that can certify that its membership is between 2,500 and 30,000 individuals.

(d) "Small veterans service organization" means a VSO that can certify that its membership is between 1,000 and 2,499 individuals.

(e) "VSO" means veterans service organization.

Sec. 13-206. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$10,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(2) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$2,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$100,000.00 for local contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(4) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$100,000.00 for private contingency funds. These funds are not available for

expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 13-207. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

(a) Fiscal year-to-date expenditures by category.

(b) Fiscal year-to-date expenditures by appropriation unit.

(c) Fiscal year-to-date payments to a selected vendor, including the vendor name, payment date, payment amount, and payment description.

(d) The number of active department employees by job classification.

(e) Job specifications and wage rates.

Sec. 13-216. (1) Notwithstanding any other provision of this article, the schedule of programs in part 1 lists programs which may, but are not required to be, funded under this article.

(2) Notwithstanding any other provisions of this article, the schedule of revenue sources in part 1 may or may not be received from the funding entities listed.

(3) Any funding required by statute is not subject to funding flexibility and shall be funded in accordance with that statute.

Sec. 13-218. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

(b) The transportation and related costs of each travel occurrence, including the proportion funded with state general fund/general purpose revenues, the proportion funded with state restricted revenues, the proportion funded with federal revenues, and the proportion funded with other revenues.

Sec. 13-220. The department shall provide the following data to the appropriate senate and house appropriations subcommittees and the senate and house fiscal agencies on an annual

1 basis:

2 (a) Using information received from the grant recipients in section 401 of this part,
3 a progress report on metric requirements, copies of certified financial audits and tax
4 reports of grant recipients, a listing from grant recipients of expenditures by spending
5 category, including a listing of individual salaries of each officer and administrative
6 staff, a listing of volunteer hours including the hours, and donations provided to residents
7 of the Grand Rapids veterans' home and the D.J. Jacobetti veterans' home. The department
8 shall provide within the report a specific notification whether any veterans grant recipients
9 failed to comply with established reporting requirements.

10 (b) The Grand Rapids veterans' home and the D.J. Jacobetti veterans' home shall
11 produce a report including an accounting of member populations and a description and
12 accounting of services and activities provided to members.

13 (c) A detailed report of the Michigan veteran's trust fund that includes information
14 on grants provided from the emergency grant program, and a detailed breakdown of trust fund
15 expenditures for that year.

16 Sec. 13-222. The appropriations in part 1 are for the core services, support services,
17 and work projects of the department, including, but not limited to, the following core
18 services: armories and joint forces readiness, maintenance and operation of army national
19 guard training facilities, operation and maintenance of air national guard air bases,
20 veterans affairs directorate and administration of the veterans trust fund, administration
21 and oversight of veterans advice, advocacy, and assistance grants, training support for
22 county veterans counselors, administration of the military family relief fund, the Michigan
23 youth challenge academy program, and the administration of the Grand Rapids veterans' home
24 and the D.J. Jacobetti veterans' home.

25 Sec. 13-225. Funds appropriated in part 1 shall not be used by a principal executive
26 department, state agency, or authority to hire a person to provide legal services that are
27 the responsibility of the attorney general. This prohibition does not apply to legal services
28 for bonding activities and for those outside services that the attorney general authorizes.

29 Sec. 13-228. Not later than November 30, the state budget office shall prepare and
30 transmit a report that provides for estimates of the total general fund/general purpose
31 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
32 projected year-end general fund/general purpose appropriations lapses by major departmental

1 program or program areas. The report shall be transmitted to the chairpersons of the senate
2 and house appropriations committees, and the senate and house fiscal agencies.

3 Sec. 13-229. Within 14 days after the release of the executive budget recommendation,
4 the department shall cooperate with the state budget office to provide the senate and house
5 appropriations chairs, the senate and house appropriations subcommittees chairs, and the
6 senate and house fiscal agencies with an annual report on estimated state restricted fund
7 balances, state restricted fund projected revenues, and state restricted fund expenditures
8 for the fiscal years ending September 30, 2013 and September 30, 2014.

9 Sec. 13-230. The department shall maintain, on a publicly accessible website, a
10 department scorecard that identifies, tracks and regularly updates key metrics that are used
11 to monitor and improve the agency's performance.

12 13 **MILITARY**

14 Sec. 13-302. (1) The department shall operate and maintain national guard armories.

15 (2) The department shall provide resources necessary to ensure that armories are
16 maintained in accordance with Army Regulations.

17 (3) The department shall evaluate armories for consolidation, energy, and utility
18 efficiency and identify work projects that would improve this efficiency.

19 (4) The department shall establish a system that measures the condition and adequacy
20 of armory facilities using both quality and functionality criteria based off the installation
21 status report-infrastructure inspections that are conducted annually as a requirement set
22 forth by the national guard.

23 Sec. 13-304. (1) The department shall provide army national guard forces, when
24 directed, for state and local emergencies and in support of national military requirements,
25 and operate and maintain army national guard training facilities, including Fort Custer and
26 Camp Grayling.

27 (2) Using individual facility assessments, the department shall improve the adequacy
28 of utilities and infrastructure of the army national guard training facilities. The
29 department shall maintain a system that measures the condition and adequacy of air facilities
30 using both quality and functionality criteria.

31 Sec. 13-306. (1) The department shall provide air national guard forces, when
32 directed, for state and local emergencies and in support of national military requirements,

1 and operate and maintain air national guard bases, including Selfridge air national guard
2 base, Battle Creek air national guard base, and Alpena combat readiness training center.

3 (2) Using individual facility assessments, the department shall improve the adequacy
4 of utilities and infrastructure of the air national guard bases. The department shall improve
5 the quality rating at the facilities based on the number of faults corrected and dollars
6 available (spent) during the fiscal year.

7
8 **VETERANS AND COMMUNITY OUTREACH**

9 Sec. 13-401. (1) The department shall provide advice, advocacy, and assistance
10 services to Michigan veterans.

11 (2) The department shall maintain the staffing and resources necessary to develop and
12 operate a program that will provide benefits counseling and representation to veterans of
13 this state for the purpose of assisting veterans to obtain United States department of
14 veteran affairs health, financial, and memorial benefits for which they are eligible. In
15 association with the development and operation of the department's program, the department
16 shall also maintain staffing and resources necessary to assist veterans in securing
17 professional assistance, advocacy and counseling regarding claims management issues.

18 (3) Grants recipients in this section shall submit a report to the department on the
19 number of claims filed for veterans in this state with the United States department of
20 veterans' affairs and the number of actual claims awarded.

21 (4) The department shall create a 5-member veterans advisory board consisting of
22 presidents/commanders from 2 large veterans service organizations, 2 medium veterans service
23 organizations, and 1 small veterans service organization. The board shall meet no less than
24 twice a year, without reimbursement by the department, and have the following duties:

25 (a) Assist the department in establishing criteria for grant awards. The department,
26 while utilizing advice provided by the board in establishing grant criteria, is solely
27 responsible for determination of the amounts and recipients of the grants.

28 (b) Serve as a liaison between the grant recipients, the department, and the
29 legislature.

30 (c) Assist the department in developing plans, reviewing service delivery, and
31 identifying goals to better assist veterans in applying for and receiving benefits from the
32 federal, state, and local governments.

1 (d) Provide a forum regarding veterans' issues, including suggesting changes in
2 department programs that address veterans' changing needs.

3 (5) Of the appropriation in part 1 for veterans advice, advocacy, and assistance,
4 grants shall be distributed by the department in the form of 5 grants for the period
5 beginning October 1, 2013, including 1 specialized grant. The specialized grant shall be
6 awarded to a group specializing in advocacy for paralyzed veterans.

7 (6) Money used for grants shall be used only for salaries, wages, related personnel
8 costs, in-state training, and equipment for accredited veteran service advocacy officers and
9 necessary support and managerial staff.

10 (7) The department shall take steps to improve the coordination of veterans' benefits
11 counseling in the state to maximize the effective and efficient use of taxpayer dollars in
12 this goal and to ensure that every veteran is served.

13 (8) The department shall increase its responsibility in the administration,
14 management, oversight, and outreach of the delivery of services to veterans by working with
15 grant recipients, the veterans advisory board, county veterans counselors, and
16 representatives from the Michigan veterans trust fund to identify, implement, and evaluate
17 steps to do all the following:

18 (a) Improve national standing with regard to veterans affairs benefits granted per
19 veteran, including veterans education benefits.

20 (b) Increase the percentage of veterans in this state who become aware of their
21 eligibility for service-connected disability or pension benefits from the United States
22 department of veterans affairs.

23 (c) Increase the percentage of veterans in this state who become aware of their
24 eligibility for enrollment in the veterans affairs health care system.

25 (d) Expand training opportunities for veteran service organization service officers.

26 (e) Increase the percentage of veterans in this state who become aware of their
27 eligibility for education benefits under the post-9/11 veterans education assistance
28 improvements act of 2010.

29 (f) Increase the percentage of veterans in this state who become aware of job training
30 and job placement opportunities.

31 Sec. 13-402. (1) The Michigan veterans' trust fund board together with the department
32 shall provide emergency grants for disbursement from the Michigan veterans' trust fund.

1 (2) The Michigan veterans' trust fund board together with the department shall
2 maintain the staffing and resources necessary to provide outreach to veterans who may need
3 and qualify for veterans trust fund emergency grants.

4 Sec. 13-404. (1) The department shall provide training support for county veterans
5 counselors.

6 (2) The department shall provide resources necessary to provide county veterans
7 counselors with training to ensure quality services to veterans.

8 (3) The department shall work with counties towards the goal of having at least 1
9 county veterans counselor in every county in this state.

10 (4) The Michigan veterans' affairs directorate administration and the Michigan
11 veterans' trust fund administration shall take steps to assist the county veterans counselors
12 of this state to obtain training necessary for the execution of their duties.

13 Sec. 13-405. (1) The department shall provide grants for disbursement from the
14 military family relief fund.

15 (2) The department shall maintain the staffing and resources necessary to provide
16 outreach to the Michigan families of active members of the armed forces.

17 (3) The department shall work to increase the percentage of military family relief
18 grant applications that are approved and received by eligible families by 5% over those
19 approved and received by eligible families in fiscal year 2011-2012.

20 Sec. 13-406. (1) The department shall maintain the Michigan youth challenge academy to
21 provide values, skills, education, and self-discipline instruction for at-risk youth.

22 (2) The department shall ensure that at least 65% of the cadets who enroll in the
23 Michigan youth challenge academy meet the requirement for graduation from the academy.

24 (3) The department shall take steps to recruit candidates to the challenge program
25 from economically disadvantaged areas, including those with low-income and high-unemployment
26 backgrounds.

27 (4) The department shall partner with the department of human services to identify
28 youth who may be eligible for the challenge program from those youth served by the department
29 of human services programs. Those eligible youth shall be given priority for enrollment in
30 the program.

31 (5) The funds appropriated in this article for private donations to the Michigan youth
32 challenge program shall be considered state restricted revenue, and unexpended funds

1 remaining at the close of the fiscal year shall not lapse to the general fund but shall be
2 carried forward to the subsequent fiscal year.

4 HOMES

5 Sec. 13-601. (1) The department shall provide compassionate, quality interdisciplinary
6 care at the state's Grand Rapids and D.J. Jacobetti veterans' homes so that members can
7 achieve their highest potential of wellness, independence, self-worth, and dignity.

8 (2) The department shall provide resources necessary to provide adequate nursing care
9 services to veterans in accordance with federal standards 38 CFR part 51.

10 (3) The Grand Rapids and D.J. Jacobetti veterans' homes shall ensure that each
11 resident receives a medical and care assessment including a dietary plan upon admission to
12 the home, with meals and snacks provided in accordance with the plan and R 325.20803 of the
13 Michigan administrative code.

14 (4) The money appropriated in this article for the boards of managers shall be
15 expended in a manner consistent with meeting federal standards 38 CFR part 51 and may be
16 expended for purposes to protect the health, safety or welfare of those members served by the
17 Grand Rapids and D.J. Jacobetti veterans' homes.

18 (5) The Grand Rapids and D.J. Jacobetti veterans' homes shall ensure that care
19 services are provided to each resident of the veterans' homes in accordance with standards
20 set by federal standards 38 CFR part 51.

22 CAPITAL OUTLAY

23 Sec. 13-701. The appropriations in part 1 for capital outlay shall be carried forward
24 at the end of the fiscal year consistent with the provisions of section 248 of the management
25 and budget act, 1984 PA 431, MCL 18.1248.

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14 **Article 14**

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16 **DEPARTMENT OF NATURAL RESOURCES**
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26 PART 1

27 LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

28 Sec. 14-101. Subject to the conditions set forth in this article, the amounts listed
29 in this part for the department of natural resources are appropriated for the fiscal year
30 ending September 30, 2014, and are anticipated to be appropriated for the fiscal year ending
31 September 30, 2015, from the funds indicated in this part. The following is a summary of the
32 appropriations and anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	DEPARTMENT OF NATURAL RESOURCES		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	6.0	6.0
4	Full-time equated classified positions.....	2,135.3	2,135.3
5	GROSS APPROPRIATION	\$ 354,388,900	\$ 356,121,900
6	Total interdepartmental grants and		
7	intradepartmental transfers.....	1,412,300	1,412,300
8	ADJUSTED GROSS APPROPRIATION	\$ 352,976,600	\$ 354,709,600
9	Total federal revenues	67,127,300	67,127,300
10	Total local revenues	0	0
11	Total private revenues	7,237,200	7,237,200
12	Total other state restricted revenues	251,325,500	255,441,100
13	State general fund/general purpose	\$ 27,286,600	\$ 24,904,000
14	State general fund/general purpose schedule:		
15	Ongoing state general fund/general purpose	24,686,600	24,904,000
16	One-time state general fund/general purpose	2,600,000	0
17	Sec. 14-102. EXECUTIVE OPERATIONS		
18	Full-time equated unclassified positions.....	6.0	6.0
19	Full-time equated classified positions.....	11.6	11.6
20	Executive operations	\$ 2,893,100	\$ 7,226,100
21	GROSS APPROPRIATION	\$ 2,893,100	\$ 7,226,100
22	Appropriated from:		
23	State restricted revenues	2,621,500	6,737,100
24	State general fund/general purpose	\$ 271,600	\$ 489,000
25	Schedule of programs:		
26	Unclassified salaries	707,000	707,000
27	Active and retiree insurance and pension adjustment	0	4,333,000
28	Executive direction	2,109,000	2,109,000
29	Natural Resources Commission	77,100	77,100
30	Sec. 14-103. DEPARTMENT INITIATIVES		
31	Department initiatives	\$ 8,500,000	\$ 8,500,000
32	GROSS APPROPRIATION	\$ 8,500,000	\$ 8,500,000

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Appropriated from:		
2	Federal revenues	5,500,000	5,500,000
3	State general fund/general purpose	\$ 3,000,000	\$ 3,000,000
4	<i>Schedule of programs:</i>		
5	<i>Great Lakes restoration initiative</i>	<i>5,500,000</i>	<i>5,500,000</i>
6	<i>Summer youth initiative</i>	<i>3,000,000</i>	<i>3,000,000</i>
7	Sec. 14-104. DEPARTMENT SUPPORT SERVICES		
8	Full-time equated classified positions.....	105.5	105.5
9	Department support services	\$ <u>27,162,000</u>	\$ <u>27,162,000</u>
10	GROSS APPROPRIATION	\$ 27,162,000	\$ 27,162,000
11	Appropriated from:		
12	Interdepartmental grant revenues	225,000	225,000
13	Federal revenues	228,200	228,200
14	Private revenues	5,000,000	5,000,000
15	State restricted revenues	19,213,000	19,213,000
16	State general fund/general purpose	\$ 2,495,800	\$ 2,495,800
17	<i>Schedule of programs:</i>		
18	<i>Accounting service center</i>	<i>1,423,300</i>	<i>1,423,300</i>
19	<i>Building occupancy charges</i>	<i>3,105,300</i>	<i>3,105,300</i>
20	<i>Finance and operations</i>	<i>16,573,900</i>	<i>16,573,900</i>
21	<i>Gifts and pass-through transactions</i>	<i>5,000,000</i>	<i>5,000,000</i>
22	<i>Rent - privately owned property</i>	<i>488,400</i>	<i>488,400</i>
23	<i>Legal services</i>	<i>571,100</i>	<i>571,100</i>
24	Sec. 14-105. COMMUNICATION AND CUSTOMER SERVICES		
25	Full-time equated classified positions.....	132.3	132.3
26	Communication and customer services	\$ <u>19,110,000</u>	\$ <u>19,110,000</u>
27	GROSS APPROPRIATION	\$ 19,110,000	\$ 19,110,000
28	Appropriated from:		
29	Federal revenues	2,055,700	2,055,700
30	Private revenues	398,200	398,200
31	State restricted revenues	12,690,100	12,690,100
32	State general fund/general purpose	\$ 3,966,000	\$ 3,966,000

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Schedule of programs:		
2	Marketing and outreach	13,979,900	13,979,900
3	Michigan historical center	5,130,100	5,130,100
4	Sec. 14-106. WILDLIFE DIVISION		
5	Full-time equated classified positions.....	212.5	212.5
6	Wildlife division	\$ 30,859,100	\$ 30,859,100
7	GROSS APPROPRIATION	\$ 30,859,100	\$ 30,859,100
8	Appropriated from:		
9	Federal revenues	16,161,700	16,161,700
10	Private revenues	183,100	183,100
11	State restricted revenues	12,758,400	12,758,400
12	State general fund/general purpose	\$ 1,755,900	\$ 1,755,900
13	Schedule of programs:		
14	Wildlife management	29,115,500	29,115,500
15	Natural resources heritage	986,000	986,000
16	State game and wildlife area maintenance	757,600	757,600
17	Sec. 14-107. FISHERIES DIVISION		
18	Full-time equated classified positions.....	220.0	220.0
19	Fisheries division	\$ 30,383,000	\$ 30,383,000
20	GROSS APPROPRIATION	\$ 30,383,000	\$ 30,383,000
21	Appropriated from:		
22	Federal revenues	11,262,200	11,262,200
23	Private revenues	131,200	131,200
24	State restricted revenues	18,639,600	18,639,600
25	State general fund/general purpose	\$ 350,000	\$ 350,000
26	Schedule of programs:		
27	Aquatic resource mitigation	938,000	938,000
28	Fish production	9,161,400	9,161,400
29	Cormorant population mitigation program	100,000	100,000
30	Fisheries resource management	20,183,600	20,183,600
31	Sec. 14-108. LAW ENFORCEMENT DIVISION		
32	Full-time equated classified positions.....	252.0	252.0

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Law enforcement division	\$ 35,987,200	\$ 35,987,200
2	GROSS APPROPRIATION	\$ 35,987,200	\$ 35,987,200
3	Appropriated from:		
4	Federal revenues	5,726,700	5,726,700
5	State restricted revenues	24,554,000	24,554,000
6	State general fund/general purpose	\$ 5,706,500	\$ 5,706,500
7	<i>Schedule of programs:</i>		
8	General law enforcement	35,987,200	35,987,200
9	Sec. 14-109. PARKS AND RECREATION DIVISION		
10	Full-time equated classified positions.....	887.9	887.9
11	Parks and recreation division	\$ 83,614,800	\$ 83,614,800
12	GROSS APPROPRIATION	\$ 83,614,800	\$ 83,614,800
13	Appropriated from:		
14	Interdepartmental grant revenues	1,187,300	1,187,300
15	Federal revenues	3,188,100	3,188,100
16	Private revenues	411,900	411,900
17	State restricted revenues	76,857,100	76,857,100
18	State general fund/general purpose	\$ 1,970,400	\$ 1,970,400
19	<i>Schedule of programs:</i>		
20	Forest recreation	5,613,100	5,613,100
21	MacMullan conference center	1,187,300	1,187,300
22	Recreational boating	16,774,300	16,774,300
23	State parks	58,883,100	58,883,100
24	State park improvement revenue bonds - debt service	1,157,000	1,157,000
25	Sec. 14-110. MACKINAC ISLAND STATE PARK COMMISSION		
26	Full-time equated classified positions.....	15.0	15.0
27	Mackinac Island State Park Commission	\$ 2,000,200	\$ 2,000,200
28	GROSS APPROPRIATION	\$ 2,000,200	\$ 2,000,200
29	Appropriated from:		
30	State restricted revenues	2,000,200	2,000,200
31	State general fund/general purpose	\$ 0	\$ 0
32	<i>Schedule of programs:</i>		

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Historical facilities system	1,810,200	1,810,200
2	Mackinac Island park operation	190,000	190,000
3	Sec. 14-111. FOREST MANAGEMENT DIVISION		
4	Full-time equated classified positions.....	298.5	298.5
5	Forest management division	\$ 39,805,000	\$ 39,805,000
6	GROSS APPROPRIATION	\$ 39,805,000	\$ 39,805,000
7	Appropriated from:		
8	Federal revenues	3,033,400	3,033,400
9	Private revenues	1,012,800	1,012,800
10	State restricted revenues	32,095,800	32,095,800
11	State general fund/general purpose	\$ 3,663,000	\$ 3,663,000
12	Schedule of programs:		
13	Adopt-a-forest program	25,000	25,000
14	Cooperative resource programs	1,296,500	1,296,500
15	Forest fire equipment	81,500	81,500
16	Forest management and timber market development	23,112,300	23,112,300
17	Minerals management	3,027,700	3,027,700
18	Wildfire protection	12,262,000	12,262,000
19	Sec. 14-112. GRANTS		
20	Grants	\$ 35,571,300	\$ 35,571,300
21	GROSS APPROPRIATION	\$ 35,571,300	\$ 35,571,300
22	Appropriated from:		
23	Federal revenues	18,333,300	18,333,300
24	Private revenues	100,000	100,000
25	State restricted revenues	16,788,000	16,788,000
26	State general fund/general purpose	\$ 350,000	\$ 350,000
27	Schedule of programs:		
28	Dam management grant program	350,000	350,000
29	Deer habitat improvement partnership initiative	50,000	50,000
30	Federal - clean vessel act grants	400,000	400,000
31	Federal - forest stewardship grants	3,125,000	3,125,000
32	Federal - land and water conservation fund payments	2,566,900	2,566,900

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Federal - rural community fire protection	300,000	300,000
2	Federal - urban forestry grants	3,024,000	3,024,000
3	Fisheries habitat improvement grants	1,255,600	1,255,600
4	Grants to communities - federal oil, gas and timber		
5	payments	3,450,000	3,450,000
6	Grants to counties - marine safety	3,124,700	3,124,700
7	National recreational trails	3,900,000	3,900,000
8	Off-road vehicle safety training grants	29,200	29,200
9	Off-road vehicle trail improvement grants	2,776,400	2,776,400
10	Recreation improvement fund grants	657,100	657,100
11	Recreation passport local grants	771,300	771,300
12	Snowmobile law enforcement grants	495,100	495,100
13	Snowmobile local grants program	7,340,400	7,340,400
14	Trail easements	700,000	700,000
15	Wildlife habitat improvement grants	941,700	941,700
16	Wildlife habitat improvement grants in state forests	313,900	313,900
17	Sec. 14-113. INFORMATION TECHNOLOGY		
18	Information technology	\$ 10,087,600	\$ 10,087,600
19	GROSS APPROPRIATION	\$ 10,087,600	\$ 10,087,600
20	Appropriated from:		
21	State restricted revenues	8,930,200	8,930,200
22	State general fund/general purpose	\$ 1,157,400	\$ 1,157,400
23	Schedule of programs:		
24	Information technology services and projects	10,087,600	10,087,600
25	Sec. 14-114. CAPITAL OUTLAY		
26	Capital outlay	\$ 25,815,600	\$ 25,815,600
27	GROSS APPROPRIATION	\$ 25,815,600	\$ 25,815,600
28	Appropriated from:		
29	Federal revenues	1,638,000	1,638,000
30	State restricted revenues	24,177,600	24,177,600
31	State general fund/general purpose	\$ 0	\$ 0
32	Schedule of programs:		

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	State parks repair and maintenance	9,500,000	9,500,000
2	Waterways boating program	16,315,600	16,315,600
3	Sec. 14-115. ONE-TIME APPROPRIATIONS		
4	One-time appropriations	\$ 2,600,000	\$ 0
5	GROSS APPROPRIATION	\$ 2,600,000	\$ 0
6	Appropriated from:		
7	State general fund/general purpose	\$ 2,600,000	\$ 0
8	Schedule of programs:		
9	Conservation officer training	600,000	0
10	Great Lakes research vessel	2,000,000	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2014

GENERAL SECTIONS

Sec. 14-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is \$278,612,100.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is \$11,689,400.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF NATURAL RESOURCES

23	Grants	\$ 3,233,800
24	Capital Outlay	8,455,600
25	TOTAL	\$ 11,689,400

Sec. 14-203. As used in this article "department" means the department of natural resources.

Sec. 14-206. Appropriations of state restricted game and fish protection funds have been made in the following amounts to the following departments and agencies in their respective appropriation articles:

31	Legislative auditor general	\$ 29,300
32	Attorney general	838,000

1 Department of treasury 2,337,400

2 Sec. 14-207. Pursuant to section 43703(3) of the natural resources and environmental
3 protection act, 1994 PA 451, MCL 324.43703, there is appropriated from the game and fish
4 protection trust fund to the game and fish protection account of the Michigan conservation
5 and recreation legacy fund, \$6,000,000.00 for the fiscal year ending September 30, 2014.

6 Sec. 14-214. Funds appropriated in part 1 shall not be used by a principal executive
7 department, state agency, or authority to hire a person to provide legal services that are
8 the responsibility of the attorney general. This prohibition does not apply to legal services
9 for bonding activities and for those outside services that the attorney general authorizes.

10 Sec. 14-215. (1) In addition to the funds appropriated in part 1, there is
11 appropriated an amount not to exceed \$3,000,000.00 for federal contingency funds. These funds
12 are not available for expenditure until they have been transferred to another line item in
13 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

14 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
15 not to exceed \$10,000,000.00 for state restricted contingency funds. These funds are not
16 available for expenditure until they have been transferred to another line item in this
17 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

18 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
19 not to exceed \$100,000.00 for local contingency funds. These funds are not available for
20 expenditure until they have been transferred to another line item in this article under
21 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

22 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
23 not to exceed \$1,000,000.00 for private contingency funds. These funds are not available for
24 expenditure until they have been transferred to another line item in this article under
25 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

26 Sec. 14-218. The departments and agencies receiving appropriations in part 1 shall
27 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
28 travel report shall be a listing of all travel by classified and unclassified employees
29 outside this state in the immediately preceding fiscal year that was funded in whole or in
30 part with funds appropriated in the department's budget. The report shall be submitted to the
31 senate and house appropriations committees, the house and senate fiscal agencies, and the
32 state budget director. The report shall include the following information:

1 (a) The dates of each travel occurrence.

2 (b) The transportation and related costs of each travel occurrence, including the
3 proportion funded with state general fund/general purpose revenues, the proportion funded
4 with state restricted revenues, the proportion funded with federal revenues, and the
5 proportion funded with other revenues.

6 Sec. 14-220. Not later than November 30, the state budget office shall prepare and
7 transmit a report that provides for estimates of the total general fund/general purpose
8 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
9 projected year-end general fund/general purpose appropriation lapses by major departmental
10 program or program areas. The report shall be transmitted to the chairpersons of the senate
11 and house appropriations committees, and the senate and house fiscal agencies.

12 Sec. 14-222. Within 14 days after the release of the executive budget recommendation,
13 the department shall cooperate with the state budget office to provide the senate and house
14 appropriations chairs, the senate and house appropriations subcommittees chairs, and the
15 senate and house fiscal agencies with an annual report on estimated state restricted fund
16 balances, state restricted fund projected revenues, and state restricted fund expenditures
17 for the fiscal years ending September 30, 2013 and September 30, 2014.

18 Sec. 14-234. The department shall cooperate with the department of technology,
19 management and budget to maintain a searchable website accessible by the public at no cost
20 that includes, but is not limited to, all of the following for each department or agency:

21 (a) Fiscal year-to-date expenditures by category.

22 (b) Fiscal year-to-date expenditures by appropriation unit.

23 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,
24 payment date, payment amount, and payment description.

25 (d) The number of active department employees by job classification.

26 (e) Job specifications and wage rates.

27 Sec. 14-235. The department shall maintain, on a publicly accessible website, a
28 department scorecard that identifies, tracks and regularly updates key metrics that are used
29 to monitor and improve the agency's performance.

30
31 **DEPARTMENT SUPPORT SERVICES**

32 Sec. 14-302. The department may charge land acquisition projects appropriated for the

fiscal year ending September 30, 2014, and for prior fiscal years, a standard percentage fee to recover actual costs, and may use the revenue derived to support the land acquisition service charges provided for in part 1.

Sec. 14-303. As appropriated in part 1, the department may charge both application fees and transaction fees related to the exchange or sale of state-owned land or rights in land authorized by part 21 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.2101 to 324.2162. The fees shall be set by the director of the department at a rate which allows the department to recover its costs for providing these services.

COMMUNICATION AND CUSTOMER SERVICES

Sec. 14-404. For the purposes of administering the museum store as provided in section 7a of 1913 PA 271, MCL 399.7a, the department is exempt from section 261 of the management and budget act, 1984 PA 431, MCL 18.1261.

Sec. 14-405. As appropriated in part 1, proceeds in excess of costs incurred in the conduct of auctions, sales, or transfers of artifacts no longer considered suitable for the collections of the state historical museum may be expended upon receipt for additional material for the collection. The department shall notify the chairpersons, vice chairpersons, and minority vice chairpersons of the senate and house appropriations subcommittees on natural resources 1 week prior to any auctions or sales. Any unexpended funds may be carried forward into the next succeeding fiscal year.

Sec. 14-406. As appropriated in part 1, funds collected by the department for historical markers; document reproduction and services; conferences, admissions, workshops, and training classes; and the use of specialized equipment, facilities, exhibits, collections, and software shall be used for expenses necessary to provide the required services. The department may charge fees for the aforementioned services, including admission fees. Any unexpended funds may be carried forward into the next succeeding fiscal year.

FISHERIES DIVISION

Sec. 14-601. (1) From the appropriation in part 1 for aquatic resource mitigation, not more than \$758,000.00 shall be allocated for grants to watershed councils, resource development councils, soil conservation districts, local governmental units, and other nonprofit organizations for stream habitat stabilization and soil erosion control.

(2) The fisheries division in the department shall develop priority and cost estimates for all projects recommended for grants under subsection (1).

FOREST MANAGEMENT DIVISION

Sec. 14-803. In addition to the money appropriated in this article, the department may receive and expend money from federal sources for the purpose of providing response to wildfires as required by a compact with the federal government. If additional expenditure authorization is required, the department shall notify the state budget office that expenditure under this section is required. The department shall notify the house and senate appropriations subcommittees on natural resources and the house and senate fiscal agencies of the expenditures under this section by November 1, 2014.

Sec. 14-807. (1) In addition to the funds appropriated in part 1, there is appropriated from the disaster and emergency contingency fund up to \$800,000.00 to cover costs related to any disaster as defined in Act 390 of 1976, the Emergency Management Act (MCL 30.401 et seq.).

(2) Funds shall not be expended unless the state budget director recommends the expenditure and the department notifies the house and senate committees on appropriations. No later than December 1st of each year, the department shall provide an annual report to the senate and house fiscal agencies and the state budget office on the use of the disaster and emergency contingency fund during the prior fiscal year.

(3) In the event that Federal Emergency Management Agency (FEMA) reimbursement is approved for costs paid from the disaster and emergency contingency fund, the federal revenue shall be deposited into the disaster and emergency contingency fund.

(4) Unexpended and unencumbered funds remaining in the disaster and emergency contingency fund at the close of the fiscal year shall not lapse to the general fund and shall be carried forward and be available for expenditures in subsequent fiscal years.

GRANTS

Sec. 14-1001. Federal pass-through funds to local institutions and governments that are received in amounts in addition to those included in part 1 for grants to communities - federal oil, gas, and timber payments and that do not require additional state matching funds are appropriated for the purposes intended. By November 30, 2013, the department shall report

1 to the senate and house appropriations subcommittees on natural resources, the senate and
2 house fiscal agencies, and the state budget director on all amounts appropriated under this
3 section during the fiscal year ending September 30, 2013.

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5 **CAPITAL OUTLAY**

6 Sec. 14-1103. The appropriations in part 1 for capital outlay shall be carried forward
7 at the end of the fiscal year consistent with the provisions of section 248 of the management
8 and budget act, 1984 PA 431, MCL 18.1248.

9 Sec. 14-1104. The department of natural resources shall seek reimbursement from the
10 United States army corps of engineers for costs related to the emergency dredging of harbors
11 under the jurisdiction of the corps of engineers. If the corps of engineers reimburses the
12 state for any costs incurred from the appropriation for emergency dredging, the federal
13 revenue shall be deposited in the Michigan state waterways fund.

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14 **Article 15**

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16 **DEPARTMENT OF STATE**
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26 PART 1

27 LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

28 Sec. 15-101. Subject to the conditions set forth in this article, the amounts listed
29 in this part for the department of state are appropriated for the fiscal year ending
30 September 30, 2014, and are anticipated to be appropriated for the fiscal year ending
31 September 30, 2015, from the funds indicated in this part. The following is a summary of the
32 appropriations and anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	DEPARTMENT OF STATE		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	6.0	6.0
4	Full-time equated classified positions.....	1,562.0	1,562.0
5	GROSS APPROPRIATION	\$ 219,548,900	\$ 222,972,100
6	Total interdepartmental grants and		
7	intradepartmental transfers.....	20,000,000	20,000,000
8	ADJUSTED GROSS APPROPRIATION	\$ 199,548,900	\$ 202,972,100
9	Total federal revenues	1,810,000	1,810,000
10	Total private revenues	100	100
11	Total other state restricted revenues	182,485,400	185,733,200
12	State general fund/general purpose	\$ 15,253,400	\$ 15,428,800
13	State general fund/general purpose schedule:		
14	Ongoing state general fund/general purpose	15,253,400	15,428,800
15	One-time state general fund/general purpose	0	0
16	Sec. 15-102. EXECUTIVE DIRECTION		
17	Full-time equated unclassified positions.....	6.0	6.0
18	Full-time equated classified positions.....	30.0	30.0
19	Executive direction	\$ 4,861,900	\$ 4,861,900
20	GROSS APPROPRIATION	\$ 4,861,900	\$ 4,861,900
21	Appropriated from:		
22	State restricted revenues	3,253,400	3,253,400
23	State general fund/general purpose	\$ 1,608,500	\$ 1,608,500
24	Schedule of programs:		
25	Secretary of State	112,500	112,500
26	Unclassified positions	707,000	707,000
27	Operations	4,042,400	4,042,400
28	Sec. 15-103. DEPARTMENT SERVICES		
29	Full-time equated classified positions.....	157.0	157.0
30	Department services	\$ 29,710,200	\$ 33,133,400
31	GROSS APPROPRIATION	\$ 29,710,200	\$ 33,133,400
32	Appropriated from:		

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	State restricted revenues	29,056,300	32,304,100
2	State general fund/general purpose	\$ 653,900	\$ 829,300
3	<i>Schedule of programs:</i>		
4	Operations	29,710,200	29,710,200
5	Active and retiree insurance and pension adjustments	0	3,423,200
6	Sec. 15-104. LEGAL SERVICES		
7	Full-time equated classified positions.....	32.0	32.0
8	Legal services	\$ <u>6,891,300</u>	\$ <u>6,891,300</u>
9	GROSS APPROPRIATION	\$ 6,891,300	\$ 6,891,300
10	Appropriated from:		
11	State restricted revenues	6,879,300	6,879,300
12	State general fund/general purpose	\$ 12,000	\$ 12,000
13	<i>Schedule of programs:</i>		
14	Operations	6,891,300	6,891,300
15	Sec. 15-105. CUSTOMER DELIVERY SERVICES		
16	Full-time equated classified positions.....	1,298.0	1,298.0
17	Customer delivery services	\$ <u>139,253,700</u>	\$ <u>139,253,700</u>
18	GROSS APPROPRIATION	\$ 139,253,700	\$ 139,253,700
19	Appropriated from:		
20	Interdepartmental grant revenues	20,000,000	20,000,000
21	Federal revenues	1,460,000	1,460,000
22	Private revenues	100	100
23	State restricted revenues	115,382,500	115,382,500
24	State general fund/general purpose	\$ 2,411,100	\$ 2,411,100
25	<i>Schedule of programs:</i>		
26	Branch operations	82,249,700	82,249,700
27	Central operations	47,400,200	47,400,200
28	Commemorative license plates	1,897,300	1,897,300
29	Specialty license plates	750,000	750,000
30	Credit and debit assessment service fees	5,000,000	5,000,000
31	Organ donor program	129,100	129,100
32	Motorcycle safety education administration	327,400	327,400

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Motorcycle safety education grants	1,500,000	1,500,000
2	Sec. 15-106. ELECTION REGULATION		
3	Full-time equated classified positions.....	45.0	45.0
4	Election regulation	\$ 7,083,400	\$ 7,083,400
5	GROSS APPROPRIATION	\$ 7,083,400	\$ 7,083,400
6	Appropriated from:		
7	Federal revenues	350,000	350,000
8	State restricted	444,100	444,100
9	State general fund/general purpose	\$ 6,289,300	\$ 6,289,300
10	Schedule of programs:		
11	Election administration and services	6,523,600	6,523,600
12	Fees to local units	109,800	109,800
13	County clerk and education fund	100,000	100,000
14	Help America vote act	350,000	350,000
15	Sec. 15-107. DEPARTMENTWIDE APPROPRIATIONS		
16	Departmentwide appropriations	\$ 9,984,900	\$ 9,984,900
17	GROSS APPROPRIATION	\$ 9,984,900	\$ 9,984,900
18	Appropriated from:		
19	State restricted revenues	7,276,500	7,276,500
20	State general fund/general purpose	\$ 2,708,400	\$ 2,708,400
21	Schedule of programs:		
22	Building occupancy charges/rent	9,671,900	9,671,900
23	Worker's compensation	313,000	313,000
24	Sec. 15-108. INFORMATION TECHNOLOGY		
25	Information technology	\$ 21,763,500	\$ 21,763,500
26	GROSS APPROPRIATION	\$ 21,763,500	\$ 21,763,500
27	Appropriated from:		
28	State restricted revenues	20,193,300	20,193,300
29	State general fund/general purpose	\$ 1,570,200	\$ 1,570,200
30	Schedule of programs:		
31	Information technology services and projects	21,763,500	21,763,500
32			

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2014

GENERAL SECTIONS

Sec. 15-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is \$197,738,800.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is \$1,360,800.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE

Fees to local units	\$	109,800
Motorcycle safety grants		<u>1,251,000</u>
TOTAL	\$	1,360,800

Sec. 15-203. As used in this article:

(a) "ATM" means automated teller machines.

Sec. 15-216. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

(b) The transportation and related costs of each travel occurrence, including the proportion funded with state general fund/general purpose revenues, the proportion funded with state restricted revenues, the proportion funded with federal revenues, and the proportion funded with other revenues.

Sec. 15-227. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

(a) Fiscal year-to-date expenditures by category.

1 (b) Fiscal year-to-date expenditures by appropriation unit.

2 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,
3 payment date, payment amount, and payment description.

4 (d) The number of active department employees by job classification.

5 (e) Job specifications and wage rates.

6 Sec. 15-228. Not later than November 30, the state budget office shall prepare and
7 transmit a report that provides for estimates of the total general fund/general purpose
8 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
9 projected year-end general fund/general purpose appropriation lapses by major departmental
10 program or program areas. The report shall be transmitted to the chairpersons of the senate
11 and house appropriations committees, and the senate and house fiscal agencies.

12 Sec. 15-233. The department shall maintain, on a publicly accessible website, a
13 department scorecard that identifies, tracks and regularly updates key metrics that are used
14 to monitor and improve the agency's performance.

15 Sec. 15-234. Funds appropriated in part 1 shall not be used by a principal executive
16 department, state agency, or authority to hire a person to provide legal services that are
17 the responsibility of the attorney general. This prohibition does not apply to legal services
18 for bonding activities and for those outside services that the attorney general authorizes.

19
20 **DEPARTMENT OF STATE**

21 Sec. 15-701. (1) In addition to the funds appropriated in part 1, there is
22 appropriated an amount not to exceed \$2,000,000.00 for federal contingency funds. These funds
23 are not available for expenditure until they have been transferred to another line item in
24 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

25 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
26 not to exceed \$7,500,000.00 for state restricted contingency funds. These funds are not
27 available for expenditure until they have been transferred to another line item in this
28 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

29 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
30 not to exceed \$50,000.00 for local contingency funds. These funds are not available for
31 expenditure until they have been transferred to another line item in this article under
32 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

1 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
2 not to exceed \$100,000.00 for private contingency funds. These funds are not available for
3 expenditure until they have been transferred to another line item in this article under
4 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

5 Sec. 15-703. From the funds appropriated in part 1, the department of state shall sell
6 copies of records including, but not limited to, records of motor vehicles, off-road
7 vehicles, snowmobiles, watercraft, mobile homes, personal identification cardholders,
8 drivers, and boat operators and shall charge \$8.00 per record sold only as authorized in
9 section 208b of the Michigan vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA
10 222, MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the natural resources and
11 environmental protection act, 1994 PA 451, MCL 324.80130, 324.80315, 324.81114, and
12 324.82156. The revenue received from the sale of records shall be credited to the
13 transportation administration collection fund created under section 810b of the Michigan
14 vehicle code, 1949 PA 300, MCL 257.810b.

15 Sec. 15-704. From the funds appropriated in part 1, the secretary of state may enter
16 into agreements with the department of corrections for the manufacture of vehicle
17 registration plates 15 months before the registration year in which the registration plates
18 will be used.

19 Sec. 15-705. (1) The department of state may accept gifts, donations, contributions,
20 and grants of money and other property from any private or public source to underwrite, in
21 whole or in part, the cost of a departmental publication that is prepared and disseminated
22 under the Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923. A private or public
23 funding source may receive written recognition in the publication and may furnish a traffic
24 safety message, subject to departmental approval, for inclusion in the publication. The
25 department may reject a gift, donation, contribution, or grant. The department may furnish
26 copies of a publication underwritten, in whole or in part, by a private source to the
27 underwriter at no charge.

28 (2) The department of state may sell and accept paid advertising for placement in a
29 departmental publication that is prepared and disseminated under the Michigan vehicle code,
30 1949 PA 300, MCL 257.1 to 257.923. The department may charge and receive a fee for any
31 advertisement appearing in a departmental publication and shall review and approve the
32 content of each advertisement. The department may refuse to accept advertising from any

1 person or organization. The department may furnish a reasonable number of copies of a
2 publication to an advertiser at no charge.

3 (3) Pending expenditure, the funds received under this section shall be deposited in
4 the Michigan department of state publications fund created by section 211 of the Michigan
5 vehicle code, 1949 PA 300, MCL 257.211. Funds given, donated, or contributed to the
6 department from a private source are appropriated and allocated for the purpose for which the
7 revenue is furnished. Funds granted to the department from a public source are allocated and
8 may be expended upon receipt. The department shall not accept a gift, donation, contribution,
9 or grant if receipt is conditioned upon a commitment of state funding at a future date.
10 Revenue received from the sale of advertising is appropriated and may be expended upon
11 receipt.

12 (4) Any unexpended revenues received under this section shall be carried over into
13 subsequent fiscal years and shall be available for appropriation for the purposes described
14 in this section.

15 (5) On March 1 of each year, the department of state shall file a report with the
16 senate and house of representatives standing committees on appropriations, the senate and
17 house fiscal agencies, and the state budget director. The report shall include all of the
18 following information:

19 (a) The amount of gifts, contributions, donations, and grants of money received by the
20 department under this section for the prior fiscal year.

21 (b) A listing of the expenditures made from the amounts received by the department as
22 reported in subdivision (a).

23 (c) A listing of any gift, donation, contribution, or grant of property other than
24 funding receive by the department under this section for the prior year.

25 (d) The total revenue received from the sale of paid advertising accepted under this
26 section and a statement of the total number of advertising transactions.

27 (6) In addition to copies delivered without charge as the secretary of state considers
28 necessary, the department of state may sell copies of manuals and other publications
29 regarding the sale, ownership, or operation or regulation of motor vehicles, with amendments,
30 at prices to be established by the secretary of state. As used in this subsection, the term
31 "manuals and other publications" includes videos and propriety electronic publications. All
32 funds received from sales of these manuals and other publications shall be credited to the

Michigan department of state publications fund.

Sec. 15-707. Funds collected by the department of state under section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211, are appropriated for all expenses necessary to provide for the costs of the publication. Funds are allotted for expenditure when they are received by the department of treasury and shall not lapse to the general fund at the end of the fiscal year.

Sec. 15-708. From the funds appropriated in part 1, the department of state shall use available balances at the end of the state fiscal year to provide payment to the department of state police in the amount of \$332,000.00 for the services provided by the traffic accident records program as first appropriated in 1990 PA 196 and 1990 PA 208.

Sec. 15-709. From the funds appropriated in part 1, the department of state may restrict funds from miscellaneous revenue to cover cash shortages created from normal branch office operations. This amount shall not exceed \$50,000.00 of the total funds available in miscellaneous revenue.

Sec. 15-710. (1) Commemorative and specialty license plate fee revenue collected by the department of state and deposited into the transportation administration collection fund is authorized for expenditure up to the amount of revenue collected but not to exceed the amount appropriated to the department of state in part 1 to administer commemorative and specialty license plate programs.

(2) Commemorative and specialty license plate fee revenue collected by the department of state and deposited in the transportation administration collection fund, in addition to the amount appropriated in part 1 to the department of state, shall remain in the transportation administration collection fund and be available for future appropriation.

Sec. 15-711. Collector plate and fund-raising registration plate revenues collected by the department of state are appropriated and allotted for distribution to the recipient university or public or private agency overseeing a state-sponsored goal when received. Distributions shall occur on a quarterly basis or as otherwise authorized by law. Any revenues remaining at the end of the fiscal year shall not lapse to the general fund but shall remain available for distribution to the university or agency in the next fiscal year.

Sec. 15-712. The department of state may produce and sell copies of a training video designed to inform registered automotive repair facilities of their obligations under Michigan law. The price shall not exceed the cost of production and distribution. The money

received from the sale of training videos shall revert to the department of state and be placed in the auto repair facility account.

Sec. 15-713. (1) The department of state, in collaboration with the gift of life transplantation society or its successor federally designated organ procurement organization, may develop and administer a public information campaign concerning the Michigan organ donor program.

(2) The department may solicit funds from any private or public source to underwrite, in whole or in part, the public information campaign authorized by this section. The department may accept gifts, donations, contributions, and grants of money and other property from private and public sources for this purpose. A private or public funding source underwriting the public information campaign, in whole or in substantial part, shall receive sponsorship credit for its financial backing.

(3) Funds received under this section, including grants from state and federal agencies, shall not lapse to the general fund at the end of the fiscal year but shall remain available for expenditure for the purposes described in this section.

(4) Funding appropriated in part 1 for the organ donor program shall be used for producing a pamphlet to be distributed with driver licenses and personal identification cards regarding organ donations. The funds shall be used to update and print a pamphlet that will explain the organ donor program and encourage people to become donors by marking a checkoff on driver license and personal identification card applications.

(5) The pamphlet shall include a return reply form addressed to the gift of life organization. Funding appropriated in part 1 for the organ donor program shall be used to pay for return postage costs.

(6) In addition to the appropriations in part 1, the department of state may receive and expend funds from the organ and tissue donation education fund for administrative expenses.

Sec. 15-715. (1) Any service assessment collected by the department of state from the user of a credit or debit card under section 3 of 1995 PA 144, MCL 11.23, may be used by the department for necessary expenses related to that service and may be remitted to a credit or debit card company, bank, or other financial institution.

(2) The service assessment imposed by the department of state for credit and debit card services may be based either on a percentage of each individual credit or debit card

1 transaction, or on a flat rate per transaction, or both, scaled to the amount of the
2 transaction. However, the department shall not charge any amount for a service assessment
3 which exceeds the costs billable to the department for service assessments.

4 (3) If there is a balance of service assessments received from credit and debit card
5 services remaining on September 30, the balance may be carried forward to the following
6 fiscal year and appropriated for the same purpose.

7 (4) As used in this section, "service assessment" means and includes costs associated
8 with service fees imposed by credit and debit card companies and processing fees imposed by
9 banks and other financial institutions.

10 Sec. 15-717. (1) The department of state may accept nonmonetary gifts, donations, or
11 contributions of property from any private or public source to support, in whole or in part,
12 the operation of a departmental function relating to licensing, regulation or safety. The
13 department may recognize a private or public contributor for making the contribution. The
14 department may reject a gift, donation, or contribution.

15 (2) The department of state shall not accept a gift, donation, or contribution under
16 subsection (1) if receipt of the gift, donation, or contribution is conditioned upon a
17 commitment of future state funding.

18 (3) On March 1 of each year, the department of state shall file a report with the
19 senate and house of representatives standing committees on appropriations, the senate and
20 house fiscal agencies, and the state budget director. The report shall list any gift,
21 donation, or contribution received by the department under subsection (1) for the prior
22 calendar year.

23 Sec. 15-721. From the funds appropriated in part 1, the department of state may
24 collect ATM commission fees from companies that have ATMs located in secretary of state
25 branch offices. The commission received from the use of these ATMs shall be credited to the
26 transportation administration collection fund created under section 810b of the Michigan
27 vehicle code, 1949 PA 300, MCL 257.810b.

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14 **Article 16**

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16 **DEPARTMENT OF STATE POLICE**
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26 PART 1

27 LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

28 Sec. 16-101. Subject to the conditions set forth in this article, the amounts listed
29 in this part for the department of state police are appropriated for the fiscal year ending
30 September 30, 2014, and are anticipated to be appropriated for the fiscal year ending
31 September 30, 2015, from the funds indicated in this part. The following is a summary of the
32 appropriations and anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	DEPARTMENT OF STATE POLICE		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	3.0	3.0
4	Full-time equated classified positions.....	2,914.0	2,914.0
5	GROSS APPROPRIATION	\$ 603,801,700	\$ 611,984,700
6	Total interdepartmental grants and		
7	intradepartmental transfers.....	25,219,700	25,692,200
8	ADJUSTED GROSS APPROPRIATION	\$ 578,582,000	\$ 586,292,500
9	Total federal revenues	98,846,100	99,422,200
10	Total local revenues	6,967,500	7,004,200
11	Total private revenues	239,700	245,600
12	Total other state restricted revenues	121,554,400	123,656,600
13	State general fund/general purpose	\$ 350,974,300	\$ 355,963,900
14	State general fund/general purpose schedule:		
15	Ongoing state general fund/general purpose	342,412,400	351,963,900
16	One-time state general fund/general purpose	8,561,900	4,000,000
17	Sec. 16-102. EXECUTIVE DIRECTION		
18	Full-time equated unclassified positions.....	3.0	3.0
19	Full-time equated classified positions.....	37.0	37.0
20	Unclassified positions	\$ 707,000	\$ 707,000
21	Executive direction	5,399,100	5,399,100
22	GROSS APPROPRIATION	\$ 6,106,100	\$ 6,106,100
23	Appropriated from:		
24	Interdepartmental grant revenues	43,400	43,400
25	State restricted revenues	847,700	847,700
26	State general fund/general purpose	\$ 5,215,000	\$ 5,215,000
27	Schedule of programs:		
28	Executive direction	2,969,100	2,969,100
29	Special operations and events	2,430,000	2,430,000
30	Sec. 16-103. SCIENCE, TECHNOLOGY AND TRAINING BUREAU		
31	Full-time equated classified positions.....	200.0	200.0
32	Science, technology and training bureau	\$ 75,769,000	\$ 75,769,000

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	GROSS APPROPRIATION	\$ 75,769,000	\$ 75,769,000
2	Appropriated from:		
3	Interdepartmental grant revenues	5,581,500	5,581,500
4	Federal revenues	4,828,000	4,828,000
5	Local revenues	3,239,600	3,239,600
6	State restricted revenues	28,501,100	28,501,100
7	State general fund/general purpose	\$ 33,618,800	\$ 33,618,800
8	Schedule of programs:		
9	Criminal justice information center division	12,874,300	12,874,300
10	Criminal records improvement	1,276,900	1,276,900
11	Traffic safety	1,865,400	1,865,400
12	Standards and training/justice training grants	9,137,200	9,137,200
13	Concealed weapons enforcement training	100,000	100,000
14	Training only to local units	642,800	642,800
15	Public safety officers benefit program	150,100	150,100
16	Training administration	5,398,100	5,398,100
17	Information technology services and projects	23,160,900	23,160,900
18	Michigan public safety communications system	14,637,700	14,637,700
19	In-service training - law enforcement distribution .	450,000	450,000
20	In-service training - competitive	600,000	600,000
21	Traffic services	5,475,600	5,475,600
22	Sec. 16-104. FORENSIC SCIENCES		
23	Full-time equated classified positions.....	265.0	265.0
24	Forensic sciences	\$ 43,027,000	\$ 43,027,000
25	GROSS APPROPRIATION	\$ 43,027,000	\$ 43,027,000
26	Appropriated from:		
27	Federal revenues	5,168,100	5,168,100
28	State restricted revenues	14,588,200	14,588,200
29	State general fund/general purpose	\$ 23,270,700	\$ 23,270,700
30	Schedule of programs:		
31	Laboratory operations	32,845,900	32,845,900
32	DNA analysis program	10,181,100	10,181,100

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Sec. 16-105. UNIFORM SERVICES		
2	Full-time equated classified positions.....	1,543.0	1,543.0
3	Uniform services	\$ 220,003,400	\$ 222,172,900
4	GROSS APPROPRIATION	\$ 220,003,400	\$ 222,172,900
5	Appropriated from:		
6	State restricted revenues	41,081,000	41,081,000
7	State general fund/general purpose	\$ 178,922,400	\$ 181,091,900
8	<i>Schedule of programs:</i>		
9	Uniform services	49,471,100	49,471,100
10	Capitol security guards	736,600	736,600
11	At-post troopers	164,743,300	166,912,800
12	Reimbursed services	2,197,900	2,197,900
13	Public safety initiative	2,854,500	2,854,500
14	Sec. 16-106. SPECIALIZED SERVICES		
15	Full-time equated classified positions.....	699.0	699.0
16	Specialized services	\$ 107,927,400	\$ 107,927,400
17	GROSS APPROPRIATION	\$ 107,927,400	\$ 107,927,400
18	Appropriated from:		
19	Interdepartmental grant revenues	18,688,300	18,688,300
20	Federal revenues	14,076,800	14,076,800
21	Local revenues	3,663,400	3,663,400
22	Private revenues	239,700	239,700
23	State restricted revenues	10,489,600	10,489,600
24	State general fund/general purpose	\$ 60,769,600	\$ 60,769,600
25	<i>Schedule of programs:</i>		
26	Narcotics investigation funds	265,100	265,100
27	Operational support	23,896,500	23,896,500
28	Aviation program	1,840,800	1,840,800
29	Criminal investigations	34,723,600	34,723,600
30	Federal anti-drug initiative	11,319,400	11,319,400
31	Reimbursed services, materials, and equipment	3,073,300	3,073,300
32	Auto theft prevention	1,188,100	1,188,100

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Casino gaming oversight	5,784,500	5,784,500
2	Fire investigations	1,978,900	1,978,900
3	Parole absconder sweeps	12,700	12,700
4	Motor carrier enforcement	12,744,100	12,744,100
5	Truck safety enforcement team operations	1,548,800	1,548,800
6	Safety inspections	6,357,300	6,357,300
7	School bus inspections	1,650,900	1,650,900
8	Safety projects	1,543,400	1,543,400
9	Sec. 16-107. SUPPORT SERVICES		
10	Full-time equated classified positions.....	170.0	170.0
11	Support services	\$ 142,406,900	\$ 152,982,300
12	GROSS APPROPRIATION	\$ 142,406,900	\$ 152,982,300
13	Appropriated from:		
14	Interdepartmental grant revenues	906,500	1,379,000
15	Federal revenues	74,773,200	75,349,300
16	Local revenues	64,500	101,200
17	Private revenues	0	5,900
18	State restricted revenues	26,046,800	28,149,000
19	State general fund/general purpose	\$ 40,615,900	\$ 47,997,900
20	Schedule of programs:		
21	Auto theft prevention program	7,271,900	7,271,900
22	Special maintenance and utilities	402,800	402,800
23	Rent and building occupancy charges	8,890,600	8,890,600
24	Worker's compensation	3,195,000	3,195,000
25	Fleet leasing	19,671,600	20,196,500
26	Management services	6,893,300	6,893,300
27	Office of justice program grants	8,545,200	8,545,200
28	State 9-1-1 administration	636,200	636,200
29	Accounting service center	1,071,000	1,071,000
30	State program planning and administration	1,175,700	1,175,700
31	Secondary road patrol program	11,064,200	11,064,200
32	Truck safety program	2,015,800	2,015,800

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Federal highway traffic safety coordination	12,896,400	12,896,400
2	Emergency management planning and administration ...	6,259,500	6,259,500
3	Grants to local government	2,482,100	2,482,100
4	FEMA program assistance	5,441,500	5,441,500
5	Nuclear power plant emergency planning	2,103,500	2,103,500
6	Hazardous materials programs	42,390,500	42,390,500
7	Interdepartmental grant to legislature	100	100
8	Active and retiree insurance and pension adjustment	0	10,050,500

Sec. 16-108. ONE-TIME APPROPRIATIONS

10	At-post troopers - trooper school	\$ 4,211,900	\$ 0
11	Emergency response team vehicle replacement	350,000	0
12	Disaster and emergency contingency fund	<u>4,000,000</u>	<u>4,000,000</u>
13	GROSS APPROPRIATION	\$ 8,561,900	\$ 4,000,000
14	Appropriated from:		
15	State general fund/general purpose	\$ 8,561,900	\$ 4,000,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2014

GENERAL SECTIONS

Sec. 16-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is \$472,528,700.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is \$15,537,600.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE POLICE

28	Science, technology and training bureau	\$ 3,930,700
29	Schedule of programs:	
30	Standards and training/justice training grants	3,747,600
31	Training only to local units	183,100
32	Specialized services	\$ 653,300

Schedule of programs:		
Operational support		653,300
Support services	\$	10,953,600
Schedule of programs:		
Secondary road patrol program		<u>10,953,600</u>
TOTAL	\$	15,537,600

Sec. 16-203. As used in this article:

(a) "CJIS" means the criminal justice information systems.

(b) "Department" means the department of state police.

(c) "DNA" means deoxyribonucleic acid.

(d) "FEMA" means the federal emergency management agency.

(e) "MCOLES" means Michigan commission on law enforcement standards.

Sec. 16-205. The department shall provide \$1,500,000.00 in Byrne justice assistance grant program funding to the judiciary by interdepartmental grant.

Sec. 16-206. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$10,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(2) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$3,500,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$1,000,000.00 for local contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(4) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$200,000.00 for private contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 16-207. The department shall cooperate with the department of technology,

1 management and budget to maintain a searchable website accessible by the public at no cost
2 that includes, but is not limited to, all of the following for each department or agency:

3 (a) Fiscal year-to-date expenditures by category.

4 (b) Fiscal year-to-date expenditures by appropriation unit.

5 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,
6 payment date, payment amount, and payment description.

7 (d) The number of active department employees by job classification.

8 (e) Job specifications and wage rates.

9 Sec. 16-216. (1) Notwithstanding any other provision of this article, the schedule of
10 programs in part 1 lists programs which may, but are not required to be, funded under this
11 article.

12 (2) Notwithstanding any other provisions of this article, the schedule of revenue
13 sources in part 1 may or may not be received from the funding entities listed.

14 (3) Any funding required by statute is not subject to funding flexibility and shall be
15 funded in accordance with that statute.

16 Sec. 16-218. The departments and agencies receiving appropriations in part 1 shall
17 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
18 travel report shall be a listing of all travel by classified and unclassified employees
19 outside this state in the immediately preceding fiscal year that was funded in whole or in
20 part with funds appropriated in the department's budget. The report shall be submitted to the
21 senate and house appropriations committees, the house and senate fiscal agencies, and the
22 state budget director. The report shall include the following information:

23 (a) The dates of each travel occurrence.

24 (b) The transportation and related costs of each travel occurrence, including the
25 proportion funded with state general fund/general purpose revenues, the proportion funded
26 with state restricted revenues, the proportion funded with federal revenues, and the
27 proportion funded with other revenues.

28 Sec. 16-221. The appropriations in part 1 are for the core services, support services,
29 and work projects of the department, including, but not limited to, the following core
30 services: traffic safety and enforcement, complaint and criminal investigations, fire
31 investigation, sex offender registry and enforcement, specialty teams, civil disorder
32 response - mobilization, capitol security, hazardous materials response training,

1 intelligence gathering and dissemination, state emergency operations center, criminal history
2 system, fingerprint and background checks, the law enforcement information network,
3 forensics, training and recruiting, and establishing and monitoring law enforcement
4 standards.

5 Sec. 16-224. Funds appropriated in part 1 shall not be used by a principal executive
6 department, state agency, or authority to hire a person to provide legal services that are
7 the responsibility of the attorney general. This prohibition does not apply to legal services
8 for bonding activities and for those outside services that the attorney general authorizes.

9 Sec. 16-226. (1) When the department provides contractual services to a local unit of
10 government, the department shall be reimbursed for all costs incurred in providing the
11 services, including, but not limited to, retirement and overtime costs.

12 (2) The department shall define service cost models for those services requiring
13 reimbursement.

14 (3) Contractual services provided to an entity other than a local unit of government
15 may be provided by department personnel, but only on an overtime basis outside the normal
16 work schedule of the personnel.

17 (4) This section does not apply to state agencies.

18 Sec. 16-228. Not later than November 30, the state budget office shall prepare and
19 transmit a report that provides for estimates of the total general fund/general purpose
20 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
21 projected year-end general fund/general purpose appropriation lapses by major departmental
22 program or program areas. The report shall be transmitted to the chairpersons of the senate
23 and house appropriations committees, and the senate and house fiscal agencies.

24 Sec. 16-229. Within 14 days after the release of the executive budget recommendation,
25 the department shall cooperate with the state budget office to provide the senate and house
26 appropriations chairs, the senate and house appropriations subcommittees chairs, and the
27 senate and house fiscal agencies with an annual report on estimated state restricted fund
28 balances, state restricted fund projected revenues, and state restricted fund expenditures
29 for the fiscal years ending September 30, 2013 and September 30, 2014.

30 Sec. 16-230. The department shall maintain, on a publicly accessible website, a
31 department scorecard that identifies, tracks and regularly updates key metrics that are used
32 to monitor and improve the agency's performance.

1 **SCIENCE, TECHNOLOGY, AND TRAINING BUREAU**

2 Sec. 16-301. (1) The department shall develop and deliver professional, innovative,
3 and quality training that supports the enforcement and public safety efforts of the criminal
4 justice community.

5 (2) The department shall maintain the staffing and resources necessary to provide
6 educational opportunities for personal and professional growth to a minimum of 10,000 state
7 and local law enforcement employees and other public safety partners.

8 (3) The department shall maintain the staffing and resources necessary to provide
9 educational opportunities for personal and professional growth to a minimum of 3,000
10 community members.

11 Sec. 16-302. (1) MCOLES shall establish standards for the selection, employment,
12 training, education, licensing, and revocation of all law enforcement officers.

13 (2) MCOLES shall maintain the staffing and resources necessary to provide the basic
14 law enforcement training curriculum for 20 academy programs statewide.

15 (3) MCOLES shall maintain a minimum 98% passing rate from the MCOLES licensing exam
16 without lowering academic standards to achieve this rate.

17 Sec. 16-303. (1) The department shall maintain a criminal history system and the state
18 accident data collection system in the support of public safety and law enforcement
19 communities in this state.

20 (2) The department shall maintain the staffing and resources necessary to adhere to
21 1925 PA 289, MCL 28.241 to 28.248.

22 (3) The department shall improve the accuracy, timeliness, and completeness of
23 criminal history information by conducting 30 outreach activities targeted to criminal
24 justice agencies.

25 (4) The department shall maintain the state accident data collection system and make
26 this information available to the public at a reasonable cost. For bulk access to the
27 accident records in which the vehicle identification number has been collected and
28 computerized, the department shall make those records available to the public at cost,
29 provided that the name and address have been excluded.

30 Sec. 16-304. (1) The department shall provide fingerprint and background check
31 services in support of public safety and law enforcement communities in this state.

32 (2) The department shall maintain the staffing and resources necessary to process

1 fingerprint and background check services commensurate with fiscal year 2009-2010.

2 (3) The department shall maintain resources and educational outreach for the
3 electronic submission of fingerprint information from local law enforcement agencies and
4 maintain at least a 97% submission rate.

5 (4) The department shall define and maintain a cost model pertaining to providing
6 fingerprint check services and provide for the following:

7 (a) Fingerprint service fees shall be commensurate with the actual costs of delivering
8 this service.

9 (b) The department shall pursue means of reducing the expenses associated with
10 delivering this service.

11 Sec. 16-305. (1) The department shall maintain the law enforcement information network
12 in support of public safety and law enforcement communities in this state.

13 (2) The department shall maintain the staffing and resources necessary to adhere to
14 the C.J.I.S. policy council act, 1974 PA 163, MCL 28.211 to 28.215.

15 (3) The department shall audit criminal justice agencies as required by federal
16 guidelines.

17 Sec. 16-306. (1) The department shall oversee the sex offender registry and its
18 enforcement in this state.

19 (2) The department shall maintain the staff and resources necessary to enforce the
20 provision of the sex offenders registration act, 1994 PA 295, MCL 28.721 to 28.736.

21 (3) The department shall maintain the staffing and resources necessary to perform
22 activities to maintain a 93% compliance rate for reporting by registered sex offenders.

23
24 **FORENSIC SCIENCES**

25 Sec. 16-401. (1) The department shall provide forensic testing services to aid in
26 criminal investigations.

27 (2) The department shall maintain the staffing and resources necessary to provide
28 forensic evidence with an average turnaround time of 82 days assuming an annual caseload
29 volume commensurate with that received in fiscal year 2009-2010.

30 (3) The department shall implement improved methods with the intent of reaching an
31 average 30-day turnaround for forensic evidence.

32 (4) If changes are made to the department's protocol for retaining and purging DNA

analysis samples and records, the department shall post a copy of the protocol changes on the department's website.

UNIFORM SERVICES

Sec. 16-501. (1) The department shall oversee traffic safety and enforcement in this state.

(2) The department shall maintain the staffing and resources necessary to make traffic contacts per patrol hours commensurate with the service level and contact areas exhibited in fiscal year 2010-2011. There shall be no degradation of road patrol services to any region of this state.

(3) The department shall maintain the staffing and resources necessary to continually work to enhance traffic safety throughout the state.

Sec. 16-502. Department enlisted personnel who are employed to enforce traffic laws as provided in section 629e of the Michigan vehicle code, 1949 PA 300, MCL 257.629e, shall not be prohibited from responding to crimes in progress or other emergency situations and are responsible for protecting every citizen of this state from harm.

Sec. 16-503. The department shall dedicate a minimum of 23,000 patrol hours in distressed cities in this state.

Sec. 16-505. (1) The department shall provide security services at the state capitol building.

(2) The department shall maintain the staff and resources necessary to respond to emergencies at the house office building, Farnum building, capitol parking lot, Townsend parking ramp, and Roosevelt parking ramp.

(3) The department shall pursue federal grants to improve the security at the capitol building.

(4) The department may develop a phased approach for improving security at the capitol building.

SPECIALIZED SERVICES

Sec. 16-601. (1) The department shall provide specialty services to citizens of this state in accordance with all applicable state and federal laws and regulations.

(2) The department shall maintain the staffing and resources necessary to provide

1 training to maintain readiness to respond appropriately to at least the number of requests
2 for specialty services which occurred in fiscal year 2009-2010.

3 (3) The canine unit shall be available for call out statewide 100% of the time.

4 (4) The bomb squad unit shall be available for call out statewide 100% of the time.

5 (5) The emergency support teams shall be available for call out statewide 100% of the
6 time.

7 (6) The underwater recovery unit shall be available for call out statewide 100% of the
8 time.

9 (7) Aviation services shall be available for call out statewide 100% of the time,
10 unless prohibited by weather or unexpected mechanical breakdowns.

11 (8) Money privately donated to the department is appropriated under part 1 to be used
12 for the purposes designated by the donor of the money. Money privately donated to the
13 department's canine unit shall be used to purchase equipment and other items to enhance the
14 operation of the canine unit.

15 Sec. 16-602. (1) The department shall identify and apprehend criminals through
16 criminal investigations in this state.

17 (2) The department shall maintain the staffing and resources necessary to devote a
18 comparable number of hours investigating crimes as those performed in fiscal year 2009-2010.

19 (3) The department shall maintain the staffing and resources necessary to annually
20 meet or exceed a case clearance rate of 56%.

21 (4) The department shall provide protection to this state, its economy, welfare, and
22 vital state-sponsored programs through the prevention and suppression of organized smuggling
23 of untaxed tobacco products in the state, through enforcement of the tobacco products tax
24 act, 1993 PA 327, MCL 205.421 to 205.436 and other laws pertaining to combating criminal
25 activity in this state, by maintaining a tobacco tax enforcement unit that will dedicate a
26 minimum of 8,300 hours to tobacco tax enforcement.

27 Sec. 16-603. (1) The department shall provide fire investigation services to citizens
28 of this state through investigative assistance to local law enforcement agencies.

29 (2) The department shall maintain the staffing and resources necessary to maintain
30 readiness to respond appropriately to at least the number of requests for service which
31 occurred in fiscal year 2009-2010.

32 (3) The fire investigation unit shall be available for call out statewide 100% of the

1 time.

2 Sec. 16-604. The department shall inspect all black and yellow school buses annually.

3 Sec. 16-605. The department shall maintain the staffing and resources necessary to
4 annually inspect at least 53,000 commercial vehicles.

5
6 **SUPPORT SERVICES**

7 Sec. 16-701. (1) The department shall respond to civil disorders and natural
8 disasters.

9 (2) The department shall, at a minimum, maintain readiness including training and
10 equipment to respond to civil disorders and natural disasters commensurate with the
11 capabilities of fiscal year 2009-2010.

12 Sec. 16-702. (1) The department shall operate the Michigan intelligence operation
13 center as the state's federally recognized fusion center.

14 (2) The department shall ensure public safety through the emergency management and
15 homeland security division by providing public and private sector partners with timely and
16 accurate information and regarding critical information key resources threats as reported to
17 or discovered by the Michigan intelligence operations center and increase public awareness on
18 how to report suspicious activity through website or telephone communications.

19 (3) The department shall seek to increase the number of public and private sector
20 contacts which receive vital homeland security information and intelligence in order to
21 enhance the safety and security for citizens of this state.

22 Sec. 16-703. (1) The department shall provide hazardous materials response training.

23 (2) The department shall maintain the staffing and resources necessary to serve
24 approximately 110 local emergency management preparedness programs and 88 local emergency
25 planning committees in this state.

26 (3) The department shall conduct a minimum of 3 training sessions to enhance safe
27 response in the event of natural or manmade incidents, emergencies, or disasters.

28 Sec. 16-704. (1) The department shall operate and maintain the state's emergency
29 operations center and provide command and control in support of emergency response services.

30 (2) The department shall maintain readiness, including training and equipment to
31 respond to civil disorders and natural disasters.

32 (3) The state director of emergency management may expend money appropriated under

1 this article to call upon any agency or department of the state or any resource of the state
2 to protect life or property or to provide for the health or safety of the population in any
3 area of the state in which the governor proclaims a state of emergency or state of disaster
4 under 1945 PA 302, MCL 10.31 to 10.33, or under the emergency management act, 1976 PA 390,
5 MCL 30.401 to 30.421. The state director of emergency management may expend the amounts the
6 director considers necessary to accomplish these purposes. The director shall submit to the
7 state budget director as soon as possible a complete report of all actions taken under the
8 authority of this section. The report shall contain, as a separate item, a statement of all
9 money expended that is not reimbursable from federal money. The state budget director shall
10 review the expenditures and submit recommendations to the legislature in regard to any
11 possible need for a supplemental appropriation.

12 (4) In addition to the money appropriated in this article, the department may receive
13 and expend money from local, private, federal, or state sources for the purpose of providing
14 emergency management training to local or private interests and for the purpose of supporting
15 emergency preparedness, response, recovery, and mitigation activity. If additional
16 expenditure authorization in the Michigan administrative information network is approved by
17 the state budget office under this section, the department and the state budget office shall
18 notify the senate and house appropriations subcommittees on state police and military and
19 veterans affairs and the senate and house fiscal agencies within 10 days after the approval.
20 The notification shall include the amount and source and the additional authorization, the
21 date of its approval, and the projected use of funds to be expended under the authorization.

22 Sec. 16-705. (1) In addition to the funds appropriated in part 1, there is
23 appropriated from the disaster and emergency contingency fund up to \$800,000.00 to cover
24 costs related to any disaster as defined in Act 390 of 1976, the Emergency Management Act
25 (MCL 30.401 et seq.).

26 (2) Funds shall not be expended unless the state budget director recommends the
27 expenditure and the department notifies the house and senate committees on appropriations. No
28 later than December 1st of each year, the department shall provide an annual report to the
29 senate and house fiscal agencies and the state budget office on the use of the disaster and
30 emergency contingency fund during the prior fiscal year.

31 (3) In the event that Federal Emergency Management Agency (FEMA) reimbursement is
32 approved for costs paid from the disaster and emergency contingency fund, the federal revenue

1 shall be deposited into the disaster and emergency contingency fund.

2 (4) Unexpended and unencumbered funds remaining in the disaster and emergency

3 contingency fund at the close of the fiscal year shall not lapse to the general fund and

4 shall be carried forward and be available for expenditures in subsequent fiscal years.

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14 Article 17
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16 DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET
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26 PART 1
27

28 LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS
29

30 Sec. 17-101. Subject to the conditions set forth in this article, the amounts listed
31 in this part for the department of technology, management and budget are appropriated for the
32 fiscal year ending September 30, 2014, and are anticipated to be appropriated for the fiscal
year ending September 30, 2015, from the funds indicated in this part. The following is a
summary of the appropriations and anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	6.0	6.0
4	Full-time equated classified positions.....	2,806.0	2,806.0
5	GROSS APPROPRIATION	\$ 1,185,975,200	\$ 1,179,063,100
6	Total interdepartmental grants and		
7	intradepartmental transfers.....	677,159,800	660,402,100
8	ADJUSTED GROSS APPROPRIATION	\$ 508,815,400	\$ 518,661,000
9	Total federal revenues	8,790,900	8,790,900
10	Total local revenues	1,320,800	1,320,800
11	Total private revenues	190,400	190,400
12	Total other state restricted revenues	92,625,900	93,218,100
13	State general fund/general purpose	\$ 405,887,400	\$ 415,140,800
14	State general fund/general purpose schedule:		
15	Ongoing state general fund/general purpose	389,387,300	415,140,800
16	One-time state general fund/general purpose	16,500,100	0
17	Sec. 17-102. TECHNOLOGY, MANAGEMENT AND BUDGET		
18	Full-time equated unclassified positions.....	6.0	6.0
19	Full-time equated classified positions.....	2,327.0	2,327.0
20	Technology, management and budget	\$ 796,668,800	\$ 804,656,800
21	GROSS APPROPRIATION	\$ 796,668,800	\$ 804,656,800
22	Appropriated from:		
23	Interdepartmental grant revenues	648,959,000	653,501,300
24	Federal revenues	5,826,500	5,826,500
25	State restricted revenues	53,084,800	53,677,000
26	State general fund/general purpose	\$ 88,798,500	\$ 91,652,000
27	Schedule of programs:		
28	Unclassified positions	804,500	804,500
29	Executive operations	2,232,600	2,232,600
30	Administrative services	17,350,500	17,350,500
31	Budget and financial management	17,265,000	17,265,000
32	Design and construction services	6,302,800	6,302,800

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Business support services	10,394,400	10,394,400
2	Building operation services	90,199,300	90,199,300
3	Building occupancy charges, rent, and utilities	5,127,500	5,127,500
4	Motor vehicle fleet	59,221,400	59,221,400
5	Information technology services and projects	28,942,600	28,942,600
6	Bureau of labor market information and strategies ..	5,709,000	5,709,000
7	Building occupancy charges - property management		
8	services for executive/legislative building occupancy	1,208,200	1,208,200
9	Retirement services	25,257,200	25,257,200
10	Education services	4,044,900	4,044,900
11	Health and human services	266,662,400	266,662,400
12	Public protection	65,175,300	65,175,300
13	Resources services	19,590,700	19,590,700
14	Transportation services	30,500,500	30,500,500
15	General services	91,180,000	91,180,000
16	Information technology innovation fund	2,500,000	2,500,000
17	Enterprisewide information technology investments ..	47,000,000	47,000,000
18	Active retiree insurance and pension adjustment	0	7,988,000
19	Sec. 17-103. OFFICE OF THE STATE EMPLOYER		
20	Full-time equated classified positions.....	23.0	23.0
21	Office of the state employer.....	\$ 3,316,000	\$ 3,316,000
22	GROSS APPROPRIATION	\$ 3,316,000	\$ 3,316,000
23	Appropriated from:		
24	Interdepartmental grant revenues	2,800	2,800
25	State restricted revenues	2,448,900	2,448,900
26	State general fund/general purpose	\$ 864,300	\$ 864,300
27	Schedule of programs:		
28	Office of the state employer.....	3,316,000	3,316,600
29	Sec. 17-104. STATEWIDE APPROPRIATIONS		
30	Statewide appropriations.....	\$ 375,000	\$ 375,000
31	GROSS APPROPRIATION	\$ 375,000	\$ 375,000
32	Appropriated from:		

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Interdepartmental grant revenues	375,000	375,000
2	State general fund/general purpose	\$ 0	\$ 0
3	<i>Schedule of programs:</i>		
4	Professional development fund - AFSCME.....	50,000	50,000
5	Professional development fund - MPE, SEIU, scientific,		
6	and engineering unit	125,000	125,000
7	Professional development fund - NEREs.....	200,000	200,000
8	Sec. 17-105. OFFICE OF CHILDREN'S OMBUDSMAN		
9	Full-time equated classified positions.....	10.0	10.0
10	Office of children's ombudsman	\$ 1,235,100	\$ 1,235,100
11	GROSS APPROPRIATION	\$ 1,235,100	\$ 1,235,100
12	<i>Appropriated from:</i>		
13	State general fund/general purpose	\$ 1,235,100	\$ 1,235,100
14	<i>Schedule of programs:</i>		
15	Office of children's ombudsman.....	1,235,100	1,235,100
16	Sec. 17-106. STATE BUILDING AUTHORITY RENT		
17	State building authority rent	\$ 258,570,600	\$ 281,470,600
18	GROSS APPROPRIATION	\$ 258,570,600	\$ 281,470,600
19	<i>Appropriated from:</i>		
20	State general fund/general purpose	\$ 258,570,600	\$ 281,470,600
21	<i>Schedule of programs:</i>		
22	State building authority rent.....	258,570,600	281,470,600
23	Sec. 17-107. CIVIL SERVICE COMMISSION		
24	Full-time equated classified positions.....	446.0	446.0
25	Civil service commission	\$ 68,009,600	\$ 68,009,600
26	GROSS APPROPRIATION	\$ 68,009,600	\$ 68,009,600
27	<i>Appropriated from:</i>		
28	Interdepartmental grant revenues	4,523,000	4,523,000
29	Federal revenues	2,964,400	2,964,400
30	Local revenues	1,320,800	1,320,800
31	Private revenues	190,400	190,400
32	State restricted revenues	37,092,200	37,092,200

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	State general fund/general purpose	\$ 21,918,800	\$ 21,918,800
2	<i>Schedule of programs:</i>		
3	Agency services	12,428,800	12,428,800
4	Executive direction	9,279,000	9,279,000
5	Employee benefits	5,636,600	5,636,600
6	Training	1,300,000	1,300,000
7	Human resources operations	35,011,500	35,011,500
8	Information technology services and projects	4,353,700	4,353,700
9	Sec. 17-108. CAPITAL OUTLAY		
10	Capital outlay	\$ 20,000,000	\$ 20,000,000
11	GROSS APPROPRIATION	\$ 20,000,000	\$ 20,000,000
12	Appropriated from:		
13	Interdepartmental grant revenues	2,000,000	2,000,000
14	State general fund/general purpose	\$ 18,000,000	\$ 18,000,000
15	<i>Schedule of programs:</i>		
16	Special maintenance for state facilities - DTMB-		
17	managed facilities	2,000,000	2,000,000
18	Special maintenance for state facilities -		
19	enterprisewide facilities	18,000,000	18,000,000
20	Sec. 17-109. ONE-TIME APPROPRIATIONS		
21	One-time technology investments	\$ 21,300,000	\$ 0
22	Special maintenance for state facilities -		
23	enterprisewide facilities.....	10,000,000	0
24	Regional prosperity grant program	5,000,000	0
25	Delta county bridge	1,500,000	0
26	State building authority financed construction		
27	projects - state emergency operations center (total		
28	authorized cost \$20,200,000; federal share \$3,000,000;		
29	state building authority share \$17,119,900; state		
30	general fund/general purpose \$80,100)	\$ 100	\$ 0
31	GROSS APPROPRIATION	\$ 37,800,100	\$ 0
32	Appropriated from:		

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Interdepartmental grant revenues	21,300,000	0
2	State general fund/general purpose	\$ 16,500,100	\$ 0

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PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2014

GENERAL SECTIONS

9 Sec. 17-201. Pursuant to section 30 of article IX of the state constitution of 1963,
10 total state spending from state resources under part 1 for fiscal year 2013-2014 is
11 \$498,513,300.00 and state spending from state resources to be paid to local units of
12 government for fiscal year 2013-2014 is \$0.00.

13 Sec. 17-203. As used in this article:

14 (a) "AFSCME" means the American Federation of State, County, and Municipal Employees.

15 (b) "COBRA" means the consolidated omnibus budget reconciliation act of 1985, Public
16 Law 99-272, 100 Statute 82.

17 (c) "Department" means the department of technology, management and budget.

18 (d) "MAIN" means the Michigan administrative information network.

19 (e) "MPE" means the Michigan public employees.

20 (f) "NERE" means nonexclusively represented employees.

21 (g) "SEIU" means the Service employees international union.

22 Sec. 17-206. The department of technology, management and budget shall maintain a
23 searchable website that is updated at least quarterly and that is accessible by the public at
24 no cost that includes, but is not limited to, all of the following for each department or
25 agency:

26 (a) Fiscal year-to-date expenditures by category.

27 (b) Fiscal year-to-date expenditures by appropriation unit.

28 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,
29 payment date, payment amount, and payment description.

30 (d) The number of active department employees by job classification.

31 (e) Job specifications and wage rates.

32 Sec. 17-216. The departments and agencies receiving appropriations in part 1 shall

1 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
2 travel report shall be a listing of all travel by classified and unclassified employees
3 outside this state in the immediately preceding fiscal year that was funded in whole or in
4 part with funds appropriated in the department's budget. The report shall be submitted to the
5 senate and house appropriations committees, the house and senate fiscal agencies, and the
6 state budget director. The report shall include the following information:

7 (a) The dates of each travel occurrence.

8 (b) The transportation and related costs of each travel occurrence, including the
9 proportion funded with state general fund/general purpose revenues, the proportion funded
10 with state restricted revenues, the proportion funded with federal revenues, and the
11 proportion funded with other revenues.

12 Sec. 17-217. General fund appropriations in this article shall not be expended for
13 items in cases where federal funding is available for the same expenditures.

14 Sec. 17-226. Funds appropriated in part 1 shall not be used by a principal executive
15 department, state agency, or authority to hire a person to provide legal services that are
16 the responsibility of the attorney general. This prohibition does not apply to legal services
17 for bonding activities and for those outside services that the attorney general authorizes.

18 Sec. 17-227. Within 14 days after the release of the executive budget recommendation,
19 the department shall cooperate with the state budget office to provide the senate and house
20 appropriations chairs, the senate and house appropriations subcommittees chairs, and the
21 senate and house fiscal agencies with an annual report on estimated state restricted fund
22 balances, state restricted fund projected revenues, and state restricted fund expenditures
23 for the fiscal years ending September 30, 2013 and September 30, 2014.

24 Sec. 17-228. Not later than November 30, the state budget office shall prepare and
25 transmit a report that provides for estimates of the total general fund/general purpose
26 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
27 projected year-end general fund/general purpose appropriation lapses by major departmental
28 program or program areas. The report shall be transmitted to the chairpersons of the senate
29 and house appropriations committees, and the senate and house fiscal agencies.

30 Sec. 17-232. The department shall maintain, on a publicly accessible website, a
31 department scorecard that identifies, tracks and regularly updates key metrics that are used
32 to monitor and improve the agency's performance.

1 Sec. 17-233. In addition to the general fund/general purpose appropriations for
2 special maintenance, remodeling, and addition-state facilities in part 1, there is also
3 appropriated related federal and state restricted funds up to the amounts that will be earned
4 based upon the initiatives undertaken with the funds in part 1. The state budget director
5 shall determine and authorize the appropriate manner for implementing this section.

6 Sec. 17-234. In addition to the general fund/general purpose appropriations for
7 enterprise wide information technology investments in part 1, there is also appropriated
8 related federal and state restricted funds up the amounts that will be earned based upon the
9 initiatives undertaken with the funds in part 1. The state budget director shall determine
10 and authorize the appropriate manner for implementing this section.

11
12 **TECHNOLOGY, MANAGEMENT AND BUDGET**

13 Sec.17-801. (1) In addition to the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$4,000,000.00 for federal contingency funds. These funds
15 are not available for expenditure until they have been transferred to another line item in
16 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

17 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
18 not to exceed \$8,000,000.00 for state restricted contingency funds. These funds are not
19 available for expenditure until they have been transferred to another line item in this
20 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

21 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
22 not to exceed \$150,000.00 for local contingency funds. These funds are not available for
23 expenditure until they have been transferred to another line item in this article under
24 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

25 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
26 not to exceed \$100,000.00 for private contingency funds. These funds are not available for
27 expenditure until they have been transferred to another line item in this article under
28 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

29 Sec. 17-802. Proceeds in excess of necessary costs incurred in the conduct of
30 transfers or auctions of state surplus, salvage, or scrap property made pursuant to section
31 267 of the management and budget act, 1984 PA 431, MCL 18.1267, are appropriated to the
32 department of technology, management and budget to offset costs incurred in the acquisition

1 and distribution of federal surplus property. The department of technology, management and
2 budget shall provide consolidated Internet auction services through the state's contractors
3 for all local units of government.

4 Sec. 17-803. (1) The department of technology, management and budget may receive and
5 expend funds in addition to those authorized by part 1 for maintenance and operation services
6 provided specifically to other principal executive departments or state agencies, the
7 legislative branch, the judicial branch, or private tenants, or provided in connection with
8 facilities transferred to the operational jurisdiction of the department of technology,
9 management and budget.

10 (2) The department of technology, management and budget may receive and expend funds
11 in addition to those authorized by part 1 for real estate, architectural, design, and
12 engineering services provided specifically to other principal executive departments or state
13 agencies, the legislative branch, or the judicial branch.

14 (3) The department of technology, management and budget may receive and expend funds
15 in addition to those authorized in part 1 for mail pickup and delivery services provided
16 specifically to other principal executive departments and state agencies, the legislative
17 branch, or the judicial branch.

18 (4) The department of technology, management and budget may receive and expend funds
19 in addition to those authorized in part 1 for purchasing services provided specifically to
20 other principal executive departments and state agencies, the legislative branch, or the
21 judicial branch.

22 Sec. 17-804. (1) The source of financing in part 1 for statewide appropriations shall
23 be funded by assessments against longevity and insurance appropriations throughout state
24 government in a manner prescribed by the department of technology, management and budget.
25 Funds shall be used as specified in joint labor/management agreements or through the
26 coordinated compensation hearings process. Any deposits made under this subsection and any
27 unencumbered funds are restricted revenues, may be carried over into the succeeding fiscal
28 years, and are appropriated.

29 (2) In addition to the funds appropriated in part 1 for statewide appropriations, the
30 department of technology, management and budget may receive and expend funds in such
31 additional amounts as may be specified in joint labor/management agreements or through the
32 coordinated compensation hearings process in the same manner and subject to the same

1 conditions as prescribed in subsection (1).

2 Sec. 17-805. To the extent a specific appropriation is required for a detailed source
3 of financing included in part 1 for the department of technology, management and budget
4 appropriations financed from special revenue and internal service and pension trust funds, or
5 MAIN user charges, the specific amounts are appropriated within the special revenue internal
6 service and pension trust funds in portions not to exceed the aggregate amount appropriated
7 in part 1.

8 Sec. 17-806. In addition to the funds appropriated in part 1 to the department of
9 technology, management and budget, the department may receive and expend funds from other
10 principal executive departments and state agencies to implement administrative leave bank
11 transfer provisions as may be specified in joint labor/management agreements. The amounts may
12 also be transferred to other principal executive departments and state agencies under the
13 joint agreement and any amounts transferred under the joint agreement are authorized for
14 receipt and expenditure by the receiving principal executive department or state agency. Any
15 amounts received by the department of technology, management and budget under this section
16 and intended, under the joint labor/management agreements, to be available for use beyond the
17 close of the fiscal year and any unencumbered funds may be carried over into the succeeding
18 fiscal year.

19 Sec. 17-807. The source of financing in part 1 for the Michigan administrative
20 information network shall be funded by proportionate charges assessed against the respective
21 state funds benefiting from this project in the amounts determined by the department.

22 Sec. 17-808. (1) Deposits against the interdepartmental grant from building occupancy
23 and parking charges appropriated in part 1 shall be collected, in part, from state agencies,
24 the legislative branch, and the judicial branch based on estimated costs associated with
25 maintenance and operation of buildings managed by the department of technology, management
26 and budget. To the extent excess revenues are collected due to estimates of building
27 occupancy charges exceeding actual costs, the excess revenues may be carried forward into
28 succeeding fiscal years for the purpose of returning funds to state agencies.

29 (2) Appropriations in part 1 to the department of technology, management and budget,
30 for management and budget services from building occupancy charges and parking charges, may
31 be increased to return excess revenue collected to state agencies.

32 Sec. 17-810. The department of technology, management and budget shall maintain an

Internet website that contains notice of all invitations for bids and requests for proposals over \$50,000.00 issued by the department or by any state agency operating under delegated authority. The department shall not accept an invitation for bid or request for proposal in less than 14 days after the notice is made available on the Internet website, except in situations where it would be in the best interest of the state and documented by the department. In addition to the requirements of this section, the department may advertise the invitations for bids and requests for proposals in any manner the department determines appropriate, in order to give the greatest number of individuals and businesses the opportunity to make bids or requests for proposals.

Sec. 17-811. The department of technology, management and budget may receive and expend funds from the Vietnam veterans memorial monument fund as provided in the Michigan Vietnam veterans memorial act, 1988 PA 234, MCL 35.1051 to 35.1057. Funds are appropriated and allocated when received and may be expended upon receipt.

Sec. 17-812. The Michigan veterans' memorial park commission may receive and expend money from any source, public or private, including, but not limited to, gifts, grants, donations of money, and government appropriations, for the purposes described in Executive Order No. 2001-10. Funds are appropriated and allocated when received and may be expended upon receipt. Any deposits made under this section and unencumbered funds are restricted revenues and may be carried over into succeeding fiscal years.

Sec. 17-813. (1) Funds in part 1 for motor vehicle fleet are appropriated to the department of technology, management and budget for administration and for the acquisition, lease, operation, maintenance, repair, replacement, and disposal of state motor vehicles.

(2) The appropriation in part 1 for motor vehicle fleet shall be funded by revenue from rates charged to principal executive departments and agencies for utilizing vehicle travel services provided by the department. Revenue in excess of the amount appropriated in part 1 from the motor transport fund and any unencumbered funds are restricted revenues and may be carried over into the succeeding fiscal year.

(3) The department of technology, management and budget may charge state agencies for fuel cost increases that exceed \$3.04 per gallon of unleaded gasoline. The department shall notify state agencies, in writing or by electronic mail, at least 30 days before implementing additional charges for fuel cost increases. Revenues received from these charges are appropriated upon receipt.

1 Sec. 17-814. The department of technology, management and budget shall develop a plan
2 regarding the use of funds appropriated in part 1 for the enterprisewide information
3 technology investments. The plan shall include, but not be limited to, a description of
4 proposed information technology investments, the time frame for completion of the information
5 technology investments, the proposed cost of the information technology investments, the
6 number of employees assigned to implement each information technology investment, the
7 contracts entered into for each information technology investment, and any other information
8 the department deems necessary. The plan shall be distributed to the senate and house of
9 representatives standing committees on appropriations subcommittees on general
10 government, as well as the senate and house fiscal agencies, by February 1.

11 Sec. 17-818. In addition to the funds appropriated in part 1, the department of
12 technology, management and budget may receive and expend money from the Michigan law
13 enforcement officers memorial monument fund as provided in the Michigan law enforcement
14 officers memorial act, 2004 PA 177, MCL 28.781 to 28.787.

15 Sec. 17-819. In addition to the funds appropriated in part 1, the department of
16 technology, management and budget may receive and expend money from the Ronald Wilson Reagan
17 memorial monument fund as provided in the Ronald Wilson Reagan memorial monument fund
18 commission act, 2004 PA 489, MCL 399.261 to 399.266.

19 Sec. 17-820. The department shall make available to the public a list of all parcels
20 of real property owned by the state that are available for purchase. The list shall be posted
21 on the Internet through the department's website.

22 Sec. 17-823. (1) The department of technology, management and budget may sell and
23 accept paid advertising for placement on any state website under its jurisdiction. The
24 department shall review and approve the content of each advertisement. The department may
25 refuse to accept advertising from any person or organization or require modification to
26 advertisements based upon criteria determined by the department. Revenue received under this
27 subsection shall be used for operating costs of the department and for future technology
28 enhancements to state of Michigan e-government initiatives. Funds received under this
29 subsection shall be limited to \$250,000.00. Any funds in excess of \$250,000.00 shall be
30 deposited in the state general fund.

31 (2) The department of technology, management and budget may accept gifts, donations,
32 contributions, bequests, and grants of money from any public or private source to assist with

1 the underwriting or sponsorship of state webpages or services offered on those webpages. A
2 private or public funding source may receive recognition in the webpage. The department of
3 technology, management and budget may reject any gift, donation, contribution, bequest, or
4 grant.

5 (3) Funds accepted by the department of technology, management and budget under
6 subsection (1) are appropriated and allotted when received and may be expended upon approval
7 of the state budget director. The state budget office shall notify the senate and house of
8 representatives standing committees on appropriations subcommittees on general government and
9 the senate and house fiscal agencies within 10 days after the approval is given.

10 Sec. 17-824. The department of technology, management and budget may enter into
11 agreements to supply spatial information and technical services to other principal executive
12 departments, state agencies, local units of government, and other organizations. The
13 department of technology, management and budget may receive and expend funds in addition to
14 those authorized in part 1 for providing information and technical services, publications,
15 maps, and other products. The department of technology, management and budget may expend
16 amounts received for salaries, supplies, and equipment necessary to provide informational
17 products and technical services.

18 Sec. 17-825. The legislature shall have access to all historical and current data
19 contained within MAIN pertaining to state departments. State departments shall have access to
20 all historical and current data contained within MAIN.

21 Sec. 17-826. When used in this article, "information technology services" means
22 services involving all aspects of managing and processing information, including, but not
23 limited to, all of the following:

- 24 (a) Application and mobile development and maintenance.
- 25 (b) Desktop computer support and management.
- 26 (c) Cyber security.
- 27 (d) Social media.
- 28 (e) Mainframe computer support and management.
- 29 (f) Server support and management.
- 30 (g) Local area network support and management including, but not limited to, wired and
31 wireless network build-out, support and management.
- 32 (h) Information technology project management.

1 (i) Information technology planning and budget management.

2 (j) Telecommunication services, infrastructure, and support.

3 Sec. 17-827. (1) Funds appropriated in part 1 for the Michigan public safety
4 communications system shall be expended upon approval of an expenditure plan by the state
5 budget director.

6 (2) The department of technology, management and budget shall assess all subscribers
7 of the Michigan public safety communications system reasonable access and maintenance fees.

8 (3) All money received by the department of technology, management and budget under
9 this section shall be expended for the support and maintenance of the Michigan public safety
10 communications system.

11 Sec. 17-833. (1) The state budget director, upon notification to the senate and house
12 of representatives standing committees on appropriations, may adjust spending authorization
13 and user fees in the department of technology, management and budget budget in order to
14 ensure that the appropriations for information technology in the department budget equal the
15 appropriations for information technology in the budgets for all executive branch agencies.

16 (2) If during the course of the fiscal year a transfer or supplemental to or from the
17 information technology line item within an agency budget is made under section 393 of the
18 management and budget act, 1984 PA 431, MCL 18.1393, there is appropriated an equal amount of
19 user fees in the department of technology, management and budget budget to accommodate an
20 increase or decrease in spending authorization.

21 Sec. 17-834. (1) Revenue collected from licenses issued under the antenna site
22 management project shall be deposited into the antenna site management revolving fund created
23 for this purpose in the department of technology, management and budget. The department may
24 receive and expend money from the fund for costs associated with the antenna site management
25 project, including the cost of a third-party site manager. Any excess revenue remaining in
26 the fund at the close of the fiscal year shall be proportionately transferred to the
27 appropriate state restricted funds as designated in statute or by constitution.

28 (2) An antenna shall not be placed on any site pursuant to this section without
29 complying with the respective local zoning codes and local unit of government processes.

30 Sec. 17-835. In addition to the funds appropriated in part 1, the funds collected by
31 the department for supplying census-related information and technical services, publications,
32 statistical studies, population projections and estimates, and other demographic products are

appropriated for all expenses necessary to provide the required services. These funds are available for expenditure when they are received and may be carried forward into the next succeeding fiscal year.

STATE BUILDING AUTHORITY

Sec. 17-840. (1) Subject to section 242 of the management and budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the state building authority, the department may expend from the general fund of the state during the fiscal year an amount to meet the cash flow requirements of those state building authority projects solely for lease to a state agency identified in both part 1 and this section, and for which state building authority bonds or notes have not been issued, and for the sole acquisition by the state building authority of equipment and furnishings for lease to a state agency as permitted by 1964 PA 183, MCL 830.411 to 830.425, for which the issuance of bonds or notes is authorized by a legislative appropriations act that is effective for the fiscal year ending September 30, 2014. Any general fund advances for which state building authority bonds have not been issued shall bear an interest cost to the state building authority at a rate not to exceed that earned by the state treasurer's common cash fund during the period in which the advances are outstanding and are repaid to the general fund of the state.

(2) Upon sale of bonds or notes for the projects identified in part 1 or for equipment as authorized by a legislative appropriations act and in this section, the state building authority shall credit the general fund of the state an amount equal to that expended from the general fund plus interest, if any, as defined in this section.

(3) For state building authority projects for which bonds or notes have been issued and upon the request of the state building authority, the state treasurer shall make advances without interest from the general fund as necessary to meet cash flow requirements for the projects, which advances shall be reimbursed by the state building authority when the investments earmarked for the financing of the projects mature.

(4) In the event that a project identified in part 1 is terminated after final design is complete, advances made on behalf of the state building authority for the costs of final design shall be repaid to the general fund in a manner recommended by the director.

Sec. 17-841. (1) State building authority funding to finance construction or renovation of a facility that collects revenue in excess of money required for the operation

1 of that facility shall not be released to a university or community college unless the
2 institution agrees to reimburse that excess revenue to the state building authority. The
3 excess revenue shall be credited to the general fund to offset rent obligations associated
4 with the retirement of bonds issued for that facility. The auditor general shall annually
5 identify and present an audit of those facilities that are subject to this section. Costs
6 associated with the administration of the audit shall be charged against money recovered
7 pursuant to this section.

8 (2) As used in this section, "revenue" includes state appropriations, facility opening
9 money, other state aid, indirect cost reimbursement, and other revenue generated by the
10 activities of the facility.

11 Sec. 17-842. (1) The state building authority rent appropriations in part 1 may also
12 be expended for the payment of required premiums for insurance on facilities owned by the
13 state building authority or payment of costs that may be incurred as the result of any
14 deductible provisions in such insurance policies.

15 (2) If the amount appropriated in part 1 for state building authority rent is not
16 sufficient to pay the rent obligations and insurance premiums and deductibles identified in
17 subsection (1) for state building authority projects, there is appropriated from the general
18 fund of the state the amount necessary to pay such obligations.

19 Sec. 17-843. The state building authority shall provide the JCOS and the senate and
20 house fiscal agencies a report relative to the status of construction projects associated
21 with state building authority bonds as of September 30 of each year, on or before October 15,
22 or not more than 30 days after a refinancing or restructuring bond issue is sold. The report
23 shall include, but is not limited to, the following:

24 (a) A list of all completed construction projects for which state building authority
25 bonds have been sold, and which bonds are currently active.

26 (b) A list of all projects under construction for which sale of state building
27 authority bonds is pending.

28 (c) A list of all projects authorized for construction or identified in an
29 appropriations act for which approval of schematic/preliminary plans or total authorized cost
30 is pending that have state building authority bonds identified as a source of financing.

31
32 **CIVIL SERVICE**

1 Sec. 17-850. (1) In accordance with section 5 of article XI of the state constitution
2 of 1963, all restricted funds shall be assessed a sum not less than 1% of the total aggregate
3 payroll paid from those funds for financing the civil service commission on the basis of
4 actual 1% restricted sources total aggregate payroll of the classified service for the
5 preceding fiscal year. This includes, but it not limited to, restricted funds appropriated in
6 part 1 of any appropriations act. Unexpended 1% appropriated funds shall be returned to each
7 1% fund source at the end of the fiscal year.

8 (2) The appropriations in part 1 are estimates of actual charges based on payroll
9 appropriations. With the approval of the state budget director, the commission is authorized
10 to adjust financing sources for civil service charges based on actual payroll expenditures,
11 provided that such adjustments do not increase the total appropriation for the civil service
12 commission.

13 (3) The financing from restricted sources shall be credited to the civil service
14 commission by the end of the second fiscal quarter.

15 Sec. 17-851. Except where specifically appropriated for this purpose, financing from
16 restricted sources shall be credited to the civil service commission. For restricted sources
17 of funding within the general fund that have the legislative authority for carryover, if
18 current spending authorization or revenues are insufficient to accept the charge, the
19 shortage shall be taken from carryforward balances of that funding source. Restricted revenue
20 sources that do not have carryforward authority shall be utilized to satisfy commission
21 operating deducts first and civil service obligations second. General fund dollars are
22 appropriated for any shortfall, pursuant to approval by the state budget director.

23 Sec. 17-852. The appropriation in part 1 to the civil service commission, for state-
24 sponsored group insurance, flexible spending accounts, and COBRA, represents amounts, in
25 part, included within the various appropriations throughout state government for the current
26 fiscal year to fund the flexible spending account program included within the civil service
27 commission. Deposits against state-sponsored group insurance, flexible spending accounts, and
28 COBRA for the flexible spending account program shall be made from assessments levied during
29 the current fiscal year in a manner prescribed by the civil service commission. Unspent
30 employee contributions to the flexible spending accounts may be used to offset administrative
31 costs for the flexible spending account program, with any remaining balance of unspent
32 employee contributions to be lapsed to the general fund.

1 **CAPITAL OUTLAY**

2 Sec. 17-860. As used in sections 17-860 through 17-875:

3 (a) "Board" means the state administrative board.

4 (b) "Community college" does not include a state agency or university.

5 (c) "Department" or "DTMB" means the department of technology, management and budget.

6 (d) "Director" means the director of the department of technology, management and
7 budget.

8 (e) "Fiscal agencies" means the senate fiscal agency and the house fiscal agency.

9 (f) "JCOS" means joint capital outlay subcommittee.

10 (g) "State agency" means an agency of state government. State agency does not include
11 a community college or university.

12 (h) "State building authority" means the authority created under 1964 PA 183, MCL
13 830.411 to 830.425.

14 (i) "University" means a 4-year university supported by the state. University does not
15 include a community college or a state agency.

16 Sec. 17-861. Each capital outlay project authorized in this article or any previous
17 capital outlay act shall comply with the procedures required by the management and budget
18 act, 1984 PA 431, MCL 18.1101 to 18.1594.

19 Sec. 17-864. The appropriations in part 1 for capital outlay shall be carried forward
20 at the end of the fiscal year consistent with the provisions of section 248 of the management
21 and budget act, 1984 PA 431, MCL 18.1248.

22 Sec. 17-865. (1) A site preparation economic development fund is created in the
23 department of technology, management and budget. As used in this section, "economic
24 development sites" means those state-owned sites declared as surplus property pursuant to
25 section 251 of the management and budget act, 1984 PA 431, MCL 18.1251, that would provide
26 economic benefit to the area or to the state. The Michigan economic development corporation
27 board and the state budget director shall determine whether or not a specific state-owned
28 site qualifies for inclusion in the fund created under this subsection.

29 (2) Proceeds from the sale of any sites designated in subsection (1) shall be
30 deposited into the fund created in subsection (1) and shall be available for site preparation
31 expenditures, unless otherwise provided by law. The economic development sites authorized in
32 subsection (1) are authorized for sale consistent with state law. Expenditures from the fund

are authorized for site preparation activities that enhance the marketable sale value of the sites. Site preparation activities include, but are not limited to, demolition, environmental studies and abatement, utility enhancement, and site excavation.

(3) A cash advance in an amount of not more than \$25,000,000.00 is authorized from the general fund to the site preparation economic development fund.

(4) An annual report shall be transmitted to the senate and house of representatives standing committees on appropriations not later than December 31 of each year. This report shall detail both of the following:

(a) The revenue and expenditure activity in the fund for the preceding fiscal year.

(b) The sites identified as economic development sites under subsection (1).

Sec. 17-866. For the state building authority financed construction authorization in part 1, the legislature hereby determines that the leasing of the facility from the authority is for a public purpose as authorized by the state building authority act, 1964 PA 183, MCL 830.411 to 830.425. The legislature approves and authorizes the lease and conveyance of property to the state building authority, the state building authority acquiring the facility and leasing it to the state and the educational institution, as applicable, and the governor and secretary of state executing the lease for and on behalf of the state pursuant to the requirements of the state building authority act, 1964 PA 183, MCL 830.411 to 830.425. Per the requirements of the lease, the legislature also agrees to appropriate annually sufficient amounts to pay the rent as obligated pursuant to the lease.

CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES

Sec. 17-873. (1) This section applies only to projects for community colleges.

(2) State support is directed towards the remodeling and additions, special maintenance, or construction of certain community college buildings. The community college shall obtain or provide for site acquisition and initial main utility installation to operate the facility. Funding shall be composed of local and state shares and not more than 50% of a capital outlay project, not including a lump-sum special maintenance project or remodeling and addition project, for a community college shall be appropriated from state and federal funds, unless otherwise appropriated by the legislature.

(3) An expenditure under this article is authorized when the release of the appropriation is approved by the board upon the recommendation of the director. The director

1 may recommend to the board the release of any appropriation in part 1 only after the director
2 is assured that the legal entity operating the community college to which the appropriation
3 is made has complied with this article and has matched the amounts appropriated as required
4 by this article. A release of funds in part 1 shall not exceed 50% of the total cost of
5 planning and construction of any project, not including lump-sum remodeling and additions and
6 special maintenance, unless otherwise appropriated by the legislature. Further planning and
7 construction of a project authorized by this article or applicable sections of the management
8 and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, shall be in accordance with the purpose
9 and scope as defined and delineated in the approved program statements and planning
10 documents. This article is applicable to all projects for which planning appropriations were
11 made in previous acts.

12 (4) The community college shall take the steps necessary to secure available federal
13 construction and equipment money for projects funded for construction in this article if an
14 application was not previously made. If there is a reasonable expectation that a prior year
15 unfunded application may receive federal money in a subsequent year, the college shall take
16 whatever action necessary to keep the application active.

17 Sec. 17-874. If university and community college matching revenues are received in an
18 amount less than the appropriations for capital projects contained in this article, the state
19 funds shall be reduced in proportion to the amount of matching revenue received.

20 Sec. 17-875. (1) The director may require that community colleges and universities
21 that have an authorized project listed in part 1 submit documentation regarding the project
22 match and governing board approval of the authorized project not more than 60 days after the
23 beginning of the fiscal year.

24 (2) If the documentation required by the director under subsection (1) is not
25 submitted, or does not adequately authenticate the availability of the project match or board
26 approval of the authorized project, the authorization may terminate. The authorization
27 terminates 30 days after the director notifies the JCOS of the intent to terminate the
28 project unless the JCOS convenes to extend the authorization.

29 30 **ONE-TIME APPROPRIATIONS**

31 Sec. 17-901. (1) The funds appropriated in part 1 for the regional prosperity
32 initiative are to be used as grants to eligible regional planning organizations qualifying

1 for funding as a regional prosperity collaborative, a regional prosperity council, or a
2 regional prosperity board. A regional planning organization may not qualify for funding under
3 more than one category in the same state fiscal year. An eligible regional planning
4 organization is defined under any of the following:

5 (a) An existing regional planning commission pursuant to 1945 PA 281, MCL 125.11 to
6 125.25.

7 (b) An existing regional economic development commission pursuant to 1966 PA 46, MCL
8 125.1231 to 125.1237.

9 (c) An existing metropolitan area council pursuant to 1989 PA 292, MCL 124.651 to
10 124.729.

11 (d) A Michigan metropolitan planning organization pursuant to the moving ahead for
12 progress in the 21st century act, Public Law 112-141.

13 (2) Regional planning organizations may qualify to receive not more than \$250,000.00
14 of incentive based funding as a regional prosperity collaborative subject to meeting all of
15 the following requirements:

16 (a) The existence or formation of a regional prosperity collaborative, defined as any
17 committee developed by a regional planning organization which serves to bring organizational
18 representation together from private, public and non-profit entities within a region for the
19 purpose of creating a phase one: regional prosperity plan.

20 (i) The collaborative must include regional representatives from adult education,
21 workforce development, economic development, transportation, and higher education
22 organizations.

23 (ii) The phase one: regional prosperity plan is required, at a minimum, to include a
24 five year economic development blueprint for the region, a performance dashboard and
25 measurable annual goals.

26 (iii) The five year economic development blueprint must include plans related to
27 regional planning of adult education, workforce development, economic development,
28 transportation and higher education.

29 (iv) The regional prosperity collaborative shall adopt its phase one: regional
30 prosperity plan by a two-thirds majority vote of its members.

31 (b) Accountability and transparency, requires the regional prosperity collaborative to
32 meet the following requirements:

1 (i) Convene monthly meetings to consider and discuss issues leading to a common vision
2 of economic prosperity for the region, including but not limited to economic development,
3 talent, and infrastructure opportunities.

4 (ii) Make available on a publicly accessible Internet site by one or all of the
5 regional prosperity collaborative member organizations, pertinent documents including but not
6 limited to monthly meeting agendas, minutes of monthly meetings, and the regional prosperity
7 plan and performance dashboard.

8 (3) Regional planning organizations eligible to receive a payment as a regional
9 prosperity collaborative under subsection (2), may qualify to receive a one-time grant of not
10 more than \$75,000.00 for feasibility and process mapping to produce a plan to transform the
11 regional prosperity collaborative into a regional prosperity council or regional prosperity
12 board, including necessary local formal agreements, to make recommendations that eliminate
13 duplicative efforts and administrative functions, and to leverage resources through
14 cooperation, collaboration, and consolidations of structures throughout the region.

15 (4) Regional planning organizations may qualify to receive not more than \$375,000.00
16 of incentive based funding as a regional prosperity council subject to meeting all of the
17 following requirements:

18 (a) The formation of a regional prosperity council, defined as a regional body with
19 representation from private, public, and non-profit entities with shared administrative
20 services and an executive governing entity, as demonstrated by a formal local agreement(s)
21 for the purpose of creating a phase two: regional prosperity plan.

22 (i) The council must include regional representatives from adult education, workforce
23 development, economic development, transportation and higher education organizations.

24 (ii) The council shall identify additional opportunities for shared administrative
25 services and decision-making among the private, public and non-profit entities within the
26 region, and continue collaboration among regional prosperity council members including but
27 not limited to representatives from adult education providers, workforce development
28 agencies, economic development agencies, transportation service providers, and higher
29 education institutions.

30 (iii) The phase two: regional prosperity plan is required to include a status report
31 of the approved five-year plan and the addition of a ten-year economic development blueprint
32 for the region, including a performance dashboard with measurable annual goals, and a

1 prioritized list of regional projects.

2 (iv) The regional prosperity council shall adopt its phase two: regional prosperity
3 plan by a two-thirds vote.

4 (b) Accountability and transparency, requires the regional prosperity council to meet
5 the following requirements:

6 (i) Convene monthly meetings to consider, discuss, and make business decisions on
7 issues leading to a common vision of economic prosperity for the region, including but not
8 limited to economic development, talent, and infrastructure opportunities.

9 (ii) Make available on a publicly accessible Internet site by one or all of the
10 regional prosperity council member organizations, pertinent documents including but not
11 limited to, monthly meeting agendas, minutes of monthly meetings, local agreements pertinent
12 to the organization and operations of the council, feasibility studies, the regional
13 prosperity plan and performance dashboard.

14 (5) Regional planning organizations eligible to receive a payment as a regional
15 prosperity council under subsection (4) may qualify to receive a one-time grant of not more
16 than \$75,000.00 for feasibility and process mapping to produce a plan to transform the
17 regional prosperity council into a regional prosperity board, including a singular
18 private/public governance structure that comports with federal guidelines for governance
19 under the workforce investment act, Public Law 105-220, the moving ahead for progress in the
20 21st century act, Public Law 112-141, the economic development administration and Appalachian
21 regional development reform act of 1998, Public Law 105-393, and recommendations to eliminate
22 duplicative efforts, administrative functions, and leverage resources through cooperation,
23 collaboration, and consolidations of structures throughout the region.

24 (6) Regional planning organizations may qualify to receive not more than \$500,000.00
25 of incentive based funding as a regional prosperity board subject to meeting all of the
26 following requirements:

27 (a) The formation of a regional prosperity board, defined as a regional body with
28 representation from private, public, and non-profit entities engaged in joint decision making
29 practices for the purpose of creating a phase three: regional prosperity plan.

30 (i) The board, at a minimum, must demonstrate the consolidation of regional
31 metropolitan planning organization board(s), state designated regional planning agency
32 board(s), workforce development board(s), and federally designated economic development

1 district(s).

2 (ii) The board shall create a regional services recommendations report outlining the
3 prioritized list of state funded services and programs provided to the region, and
4 recommendations for state-regional partnerships to support the adopted regional prosperity
5 plan.

6 (iii) The phase three: regional prosperity plan is required to include a status report
7 of the approved ten-year plan.

8 (iv) The regional prosperity board shall adopt its phase three: regional prosperity
9 plan by a two-thirds vote of its members.

10 (b) Accountability and transparency, requires the regional prosperity board to meet
11 the following requirements:

12 (i) Convene monthly meetings to consider, discuss, and make business decisions on
13 issues leading to a common vision of economic prosperity for the region, including but not
14 limited to economic development, talent, and infrastructure opportunities.

15 (ii) Make available on a publicly accessible Internet site by one or all of the
16 regional prosperity board member organizations, pertinent documents including but not limited
17 to monthly meeting agendas, minutes of monthly meetings, local agreements pertinent to the
18 organization and operations of the council, feasibility studies, the regional prosperity
19 plan, performance dashboard and the regional services recommendation report.

20 (7) Regional planning organizations eligible to receive a payment as a regional
21 prosperity board under subsection (6) may qualify to receive not more than \$125,000.00, to
22 build or enhance infrastructure or tools necessary to facilitate greater collaboration among
23 regional prosperity board members, and to implement the regional prosperity plan projects.

24 (8) The department shall develop an application process and method of grant
25 distribution for the regional prosperity initiative. Funding applications from regional
26 planning organizations shall be due to the department by November 1, 2013. The department
27 shall notify regional planning organizations of grant application status by January 1, 2014.
28 The department shall ensure that processes are established to verify that qualifying regional
29 planning organizations meet the requirements under subsection (2), (3), (4), (5), (6) and
30 (7), as applicable.

31 (9) Unexpended funds appropriated in part 1 for the regional prosperity initiative are
32 designated as work project appropriations and any unencumbered or unallotted funds shall not

1 lapse at the end of the fiscal year and shall be available for expenditure for regional
2 prosperity initiative projects under this section until the projects have been completed. The
3 following is in compliance with section 451a of the management and budget act, 1984 PA 431,
4 MCL 18.1451a:

5 (a) The purpose of the projects is to provide incentive based grants to recipients
6 under this section.

7 (b) The projects will be accomplished by grants to qualified regional planning
8 organizations.

9 (c) The total estimated cost of all projects is \$5,000,000.00.

10 (d) The estimated completion date is September 30, 2018.

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14 **Article 18**

15
16 **DEPARTMENT OF TRANSPORTATION**
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26 **PART 1**

27 **LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS**

28 Sec. 18-101. Subject to the conditions set forth in this article, the amounts listed
29 in this part for the department of transportation are appropriated for the fiscal year ending
30 September 30, 2014, and are anticipated to be appropriated for the fiscal year ending
31 September 30, 2015, from the funds indicated in this part. The following is a summary of the
32 appropriations and anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	DEPARTMENT OF TRANSPORTATION		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	6.0	6.0
4	Full-time equated classified positions.....	2,912.3	2,912.3
5	GROSS APPROPRIATION	\$ 4,574,787,600	\$ 4,598,045,100
6	Total interdepartmental grants and		
7	intradepartmental transfers.....	3,625,100	3,702,700
8	ADJUSTED GROSS APPROPRIATION	\$ 4,571,162,500	\$ 4,594,342,400
9	Total federal revenues	1,198,885,500	1,198,699,700
10	Total local revenues	50,177,100	50,177,100
11	Total private revenues	100,000	100,000
12	Total other state restricted revenues	3,321,999,900	3,345,365,600
13	State general fund/general purpose	\$ 0	\$ 0
14	State general fund/general purpose schedule:		
15	Ongoing state general fund/general purpose	0	0
16	One-time state general fund/general purpose	0	0
17	Sec. 18-102. DEBT SERVICE		
18	Debt service	\$ 242,321,100	\$ 242,323,400
19	GROSS APPROPRIATION	\$ 242,321,100	\$ 242,323,400
20	Appropriated from		
21	Federal revenues	45,912,200	45,726,400
22	State restricted revenues	196,408,900	196,597,000
23	State general fund/general purpose	\$ 0	\$ 0
24	Schedule of programs:		
25	State trunkline	199,738,200	198,076,600
26	Economic development	10,003,400	11,665,300
27	Local bridge fund	2,406,300	2,406,700
28	Blue water bridge fund	6,962,500	6,962,000
29	Airport safety and protection plan	3,892,200	4,995,600
30	Comprehensive transportation	19,318,500	18,217,200
31	Sec. 18-103. SUPPORT SERVICES		
32	Full-time equated unclassified positions.....	6.0	6.0

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Full-time equated classified positions.....	291.8	291.8
2	Support services	\$ <u>125,108,700</u>	\$ <u>132,771,300</u>
3	GROSS APPROPRIATION	\$ 125,108,700	\$ 132,771,300
4	Appropriated from:		
5	Interdepartmental grant revenues	3,625,100	3,702,700
6	Federal revenue	520,500	520,500
7	State restricted revenues	120,963,100	128,548,100
8	State general fund/general purpose	\$ 0	\$ 0
9	Schedule of programs:		
10	Unclassified salaries	707,000	707,000
11	Asset management council	1,626,400	1,626,400
12	Commission support and audit	3,298,200	3,298,200
13	Business support services	9,427,700	9,427,700
14	Property management	8,068,700	8,068,700
15	Worker's compensation	2,013,000	2,013,000
16	Information technology services and projects	31,119,700	31,119,700
17	Financial services	20,896,100	20,896,100
18	Economic development and enhancement programs	1,426,200	1,426,200
19	Other agency support services	46,525,700	46,525,700
20	Active and retiree insurance and pension adjustment	0	7,662,600
21	Sec. 18-104. CORE SERVICES - ROAD AND BRIDGE CONSTRUCTION AND MAINTENANCE		
22	Full-time equated classified positions.....	2,491.5	2,491.5
23	Road and bridge construction and maintenance	\$ <u>3,684,876,300</u>	\$ <u>3,695,477,200</u>
24	GROSS APPROPRIATION	\$ 3,684,876,300	\$ 3,695,477,200
25	Appropriated from:		
26	Federal revenue	1,026,064,800	1,026,064,800
27	Local revenues	30,000,000	30,000,000
28	State restricted revenues	2,628,811,500	2,639,412,400
29	State general fund/general purpose	\$ 0	\$ 0
30	Schedule of programs:		
31	Transportation planning	38,283,400	38,283,400
32	Design and engineering services	144,461,200	144,461,200

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	State trunkline maintenance operations	285,689,500	285,689,500
2	Blue water bridge operations	6,289,800	6,289,800
3	Basic industry logistics transportation program	58,259,700	56,940,300
4	Commercial corridor fund	1,131,779,300	1,148,560,800
5	State trunkline federal aid and road and bridge		
6	construction	840,985,200	836,124,400
7	Local federal aid and road and bridge construction .	1,179,128,200	1,179,127,800
8	Sec. 18-105. TRANSIT, RAIL AND AERONAUTICS SERVICES		
9	Full-time equated classified positions.....	129.0	129.0
10	Transit, rail and aeronautics services	\$ 426,168,600	\$ 432,497,200
11	GROSS APPROPRIATION	\$ 426,168,600	\$ 432,497,200
12	Appropriated from:		
13	Federal revenue	47,810,000	47,810,000
14	Local revenue	7,785,000	7,785,000
15	Private revenues	100,000	100,000
16	State restricted revenues	370,473,600	376,802,200
17	State general fund/general purpose	\$ 0	\$ 0
18	Schedule of programs:		
19	Aeronautics services.....	7,354,700	5,703,100
20	Office of rail.....	6,293,700	6,293,700
21	Passenger transportation services.....	5,662,800	5,662,800
22	Air service program.....	301,200	0
23	Transit operating assistance.....	211,739,700	211,739,700
24	Rail operations and infrastructure.....	63,634,900	63,634,900
25	Intercity services.....	8,290,000	10,290,000
26	Marine and port services.....	868,200	1,468,200
27	Transit capital.....	32,145,300	35,645,300
28	Transit services development.....	89,878,100	92,059,500
29	Sec. 18-106. CAPITAL OUTLAY		
30	Capital outlay.....	\$ 96,312,900	\$ 94,976,000
31	GROSS APPROPRIATION	\$ 96,312,900	\$ 94,976,000
32	Appropriated from:		

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Federal revenue	78,578,000	78,578,000
2	Local revenue	12,392,100	12,392,100
3	State restricted revenues	5,342,800	4,005,900
4	State general fund/general purpose \$	0	\$ 0
5	<i>Schedule of programs:</i>		
6	Special maintenance, remodeling, and additions	3,001,500	3,001,500
7	Airport safety, protection, and improvement		
8	program	93,311,400	91,974,500

9

10 PART 2

11 PROVISIONS CONCERNING APPROPRIATIONS

12 FISCAL YEAR 2014

13

14 **GENERAL SECTIONS**

15 Sec. 18-201. Pursuant to section 30 of article IX of the state constitution of 1963,

16 total state spending from state resources under part 1 for fiscal year 2013-2014 is

17 \$3,321,999,900.00 and state spending from state resources to be paid to local units of

18 government for fiscal year 2013-2014 is \$1,228,928,100.00. The itemized statement below

19 identifies appropriations from which spending to local units of government will occur:

20 DEPARTMENT OF TRANSPORTATION

21	Road and bridge construction and maintenance	\$	939,174,000
22	Transit, rail and aeronautics services		287,412,800
23	Capital outlay		<u>2,341,300</u>
24	Total payments to local units of government	\$	1,228,928,100

25 Sec. 18-202. As used in this article:

26 (a) "Department" means the department of transportation.

27 (b) "DOT-FHWA" means DOT, federal highway administration.

28 Sec. 18-203. (1) In addition to the funds appropriated in part 1, there is

29 appropriated an amount not to exceed \$200,000,000.00 for federal contingency funds. These

30 funds are not available for expenditure until they have been transferred to another line item

31 in this article pursuant to section 393(2) of the management and budget act, 1984 PA 431, MCL

32 18.1393.

1 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
2 not to exceed \$40,000,000.00 for state restricted contingency funds. These funds are not
3 available for expenditure until they have been transferred to another line item in this
4 article pursuant to section 393(2) of the management and budget act, 1984 PA 431, MCL
5 18.1393.

6 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
7 not to exceed \$1,000,000.00 for local contingency funds. These funds are not available for
8 expenditure until they have been transferred to another line item in this article pursuant to
9 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

10 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
11 not to exceed \$1,000,000.00 for private contingency funds. These funds are not available for
12 expenditure until they have been transferred to another line item in this article pursuant to
13 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

14 Sec. 18-204. The department shall cooperate with the department of technology,
15 management and budget to maintain a searchable website accessible by the public at no cost
16 that includes, but is not limited to, all of the following:

17 (a) Fiscal year-to-date expenditures by category.

18 (b) Fiscal year-to-date expenditures by appropriation unit.

19 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,
20 payment date, payment amount, and payment description.

21 (d) The number of active department employees by job classification.

22 (e) Job specifications and wage rates.

23 Sec. 18-205. Not later than November 30, the state budget office shall prepare and
24 transmit a report that provides for estimates of the total general fund/general purpose
25 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
26 projected year-end general fund/general purpose appropriation lapses by major departmental
27 program or program areas. The report shall be transmitted to the chairpersons of the senate
28 and house appropriations committees and the senate and house fiscal agencies.

29 Sec. 18-206. Within 14 days after the release of the executive budget recommendation,
30 the department shall cooperate with the state budget office to provide the senate and house
31 appropriations chairs, the senate and house appropriations subcommittees on transportation,
32 respectively, and the senate and house fiscal agencies with an annual report on estimated

1 state restricted fund balances, state restricted fund projected revenues, and state
2 restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30,
3 2014.

4 Sec. 18-207. The department shall maintain, on a publicly accessible website, a
5 department scorecard that identifies, tracks and regularly updates key metrics that are used
6 to monitor and improve the agency's performance.

7 Sec. 18-208. The departments and agencies receiving appropriations in part 1 shall
8 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
9 travel report shall be a listing of all travel by classified and unclassified employees
10 outside this state in the immediately preceding fiscal year that was funded in whole or in
11 part with funds appropriated in the department's budget. The report shall be submitted to the
12 senate and house appropriations committees, the house and senate fiscal agencies, and the
13 state budget director. The report shall include the following information:

14 (a) The dates of each travel occurrence.

15 (b) The transportation and related costs of each travel occurrence, including the
16 proportion funded with state general fund/general purpose revenues, the proportion funded
17 with state restricted revenues, the proportion funded with federal revenues, and the
18 proportion funded with other revenues.

19 Sec. 18-209. Funds appropriated in part 1 shall not be used by a principal executive
20 department, state agency, or authority to hire a person to provide legal services that are
21 the responsibility of the attorney general. This prohibition does not apply to legal services
22 for bonding activities and for those activities that the attorney general authorizes.

23 24 DEPARTMENTAL OPERATIONS

25 Sec. 18-301. (1) The department may establish a fee schedule and collect fees
26 sufficient to cover the costs to issue the permits that the department is authorized by law
27 to issue upon request, unless otherwise stipulated by law. All permit fees are nonrefundable
28 application fees and shall be credited to the appropriate fund to recover the direct and
29 indirect costs of receiving, reviewing, and processing the requests.

30 (2) A bridge authority shall hold 3 public hearings on an increase in any toll charged
31 by the authority at least 30 days before the toll change will become effective. Two of the
32 hearings shall be held within 5 miles of the bridge over which the bridge authority has

jurisdiction. One hearing shall be held in Lansing. Public hearings held under this section shall be conducted in accordance with the open meetings act, 1976 PA 267, MCL 15.261 to 15.275, and shall be conducted so as to provide a reasonable opportunity for public comment, including both spoken and written comments.

Sec. 18-302. If, as a requirement of bidding on a highway project, the department requires a contractor to submit financial or proprietary documentation as to how the bid was calculated, that bid documentation shall be kept confidential and shall not be disclosed other than to a department representative without the contractor's written consent. The department may disclose the bid documentation if necessary to address or defend a claim by a contractor.

Sec. 18-303. (1) The amounts appropriated in part 1 to support tax and fee collection, law enforcement, and other program services provided to the department and to transportation funds by other state departments shall be expended from transportation funds pursuant to annual contracts between the department and those other state departments. The contracts shall be executed prior to the expenditure or obligation of those funds. The contracts shall provide, but are not limited to, the following data applicable to each state department:

(a) Estimated costs to be recovered from transportation funds.

(b) Description of services provided to the department and/or transportation funds and financed with transportation funds.

(c) Detailed cost allocation methods appropriate to the type of services being provided and the activities financed with transportation funds.

(2) Not later than 2 months after publication of the state of Michigan comprehensive annual financial report, each state department receiving funding pursuant to an interdepartment contract with the department shall submit a written report to the department, the state budget director, and the house and senate fiscal agencies stating by spending authorization account the amount of estimated funds contracted with the department, the amount of funds expended, the amount of funds returned to the transportation funds, and any unreimbursed transportation-related costs incurred but not billed to transportation funds. A copy of the report shall be submitted to the auditor general, and the report shall be subject to audit by the auditor general as provided in subsection (3).

(3) Biennially, in each even-numbered fiscal year, the auditor general shall conduct an audit of charges to transportation funds by state departments for the 2 preceding fiscal

1 years. The audit shall include both charges governed by interdepartmental contracts as well
2 as miscellaneous charges from other state departments not governed by contracts. The auditor
3 general shall prepare a detailed report, with recommendations and conclusions, including a
4 summary of charges and related services to transportation funds by department, the
5 appropriateness of those charges, the cost allocation methodologies used in determining the
6 level of funding, and any unreimbursed transportation-related costs, if any. The report shall
7 be provided to the senate and house of representatives committees on appropriations, the
8 senate and house fiscal agencies, and the state budget director 9 months after publication of
9 the state of Michigan comprehensive annual financial report.

10 Sec. 18-304. (1) From funds appropriated in part 1, the department may increase a
11 state infrastructure bank program and grant or loan funds in accordance with regulations of
12 the state infrastructure bank program of the United States department of transportation. The
13 state infrastructure bank is to be administered by the department for the purpose of
14 providing a revolving, self-sustaining resource for financing transportation infrastructure
15 projects.

16 (2) In addition to funds provided in subsection (1), money received by the state as
17 federal grants, repayment of state infrastructure bank loans, or other reimbursement or
18 revenue received by the state as a result of projects funded by the program and interest
19 earned on that money shall be deposited in the revolving state infrastructure bank fund and
20 shall be available for transportation infrastructure projects. At the close of the fiscal
21 year, any unencumbered funds remaining in the state infrastructure bank fund shall remain in
22 the fund and be carried forward into the succeeding fiscal year.

23 Sec. 18-305. A portion of the federal DOT-FHWA highway research, planning, and
24 construction funds made available to the state shall be allocated to transportation programs
25 administered by local jurisdictions in accordance with section 10o of 1951 PA 51, MCL
26 247.660o. A local road agency, with respect to a project approved for federal aid funding in
27 a state transportation improvement program, may enter into a voluntary buyout agreement with
28 the department or with another local road agency to exchange the federal aid with state
29 restricted transportation funds as agreed to by the respective parties. The state restricted
30 transportation funds received in exchange for federal aid funds shall be used for the same
31 purpose as the federal aid funds were originally intended.

1 **MICHIGAN TRANSPORTATION FUND**

2 Sec. 18-401. The money received under the motor carrier act, 1933 PA 254, MCL 475.1 to
3 479.43, and not appropriated to the department of licensing and regulatory affairs or the
4 department of state police is deposited in the Michigan transportation fund.

5 Sec. 18-402. Funds from the Michigan transportation fund shall be distributed to the
6 comprehensive transportation fund, the basic industry logistics transportation fund, the
7 recreation improvement fund, the commercial corridor fund, and the state trunkline fund, in
8 accordance with this article and part 711 of the natural resources and environmental
9 protection act, 1994 PA 451, MCL 324.71101 to 324.71108, and may only be used as specified in
10 this article, 1951 PA 51, MCL 247.651 to 247.675, and part 711 of the natural resources and
11 environmental protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

12
13 **STATE TRUNKLINE FUND**

14 Sec. 18-501. At the close of the fiscal year, any unencumbered and unexpended balance
15 in the state trunkline fund shall remain in the state trunkline fund and shall carry forward
16 and is appropriated for federal aid road and bridge programs for projects contained in the
17 annual state transportation program.

18
19 **TRANSIT AND RAIL RELATED FUNDS**

20 Sec. 18-601. The department shall establish an intercity bus equipment and facility
21 fund as a subsidiary fund within the comprehensive transportation fund created under section
22 10b of 1951 PA 51, MCL 247.660b. Proceeds received by the state from the sale of state-owned
23 intercity bus equipment shall be credited to the intercity bus equipment and facility fund
24 for the purchase and repair of intercity bus equipment, as appropriated. Security deposits
25 not returned to a lessee of state-owned intercity bus equipment under terms of the lease
26 agreement shall be credited to the intercity bus equipment and facility fund for the repair
27 of intercity bus equipment, as appropriated. Money received by the department from lease
28 payments for state-owned intercity bus equipment, and facility maintenance charges under
29 terms of leases of state-owned intercity facilities, shall be credited to the intercity bus
30 equipment and facility fund for the purchase and repair of intercity bus equipment or for the
31 maintenance and rehabilitation of state-owned intercity facilities, as appropriated. At the
32 close of the fiscal year, any funds remaining in the intercity bus equipment and facility

1 fund shall remain in the fund and be carried forward into the succeeding fiscal year.

2 Sec. 18-602. Money that is received by the state as repayment for loans made for rail
3 or water freight capital projects, and as a result of the sale of property or equipment used
4 or projected to be used for rail or water freight projects shall be deposited in the fund
5 created by section 17 of the state transportation preservation act of 1976, 1976 PA 295, MCL
6 474.67. At the close of the fiscal year, any funds remaining in the rail freight fund shall
7 remain in the fund and be carried forward into the succeeding fiscal year.

8 Sec. 18-603. The Detroit/Wayne County port authority shall issue a complete operations
9 assessment and a financial disclosure statement. The operations assessment shall include
10 operational goals for the next 5 years and recommendations to improve land acquisition and
11 development efficiency. The report shall be completed and submitted to the house of
12 representatives and senate appropriations subcommittees on transportation, the state budget
13 director, and the house and senate fiscal agencies by February 15 of each fiscal year for the
14 prior fiscal year.

15 Sec. 18-604. For the fiscal year ending September 30, 2014, the appropriation to a
16 street railway pursuant to section 10e(22) of 1951 PA 51, MCL 247.660e, is \$0.
17

18 **STATE AERONAUTICS FUND**

19 Sec. 18-701. Except as otherwise provided in section 18-802 for capital outlay, at the
20 close of the fiscal year, any unobligated and unexpended balance in the state aeronautics
21 fund created in the aeronautics code of the state of Michigan, 1945 PA 327, MCL 259.1 to
22 259.208, shall lapse to the state aeronautics fund and be appropriated by the legislature in
23 the immediately succeeding fiscal year.
24

25 **CAPITAL OUTLAY**

26 Sec. 18-801. (1) From federal-state-local project appropriations contained in part 1
27 for the purpose of assisting political entities and subdivisions of this state in the
28 construction and improvement of publicly used airports and landing fields within this state,
29 the state transportation department may permit the award of contracts on behalf of units of
30 local government for the authorized locations not to exceed the indicated amounts, of which
31 the state allocated portion shall not exceed the amount appropriated in part 1.

32 (2) Political entities and subdivisions shall provide not less than 5% of the cost of

1 any project under this section, unless a total nonfederal share greater than 10% is otherwise
2 specified in federal law. State money shall not be allocated until local money is allocated.
3 State money for any 1 project shall not exceed 1/3 of the total appropriation in part 1 from
4 state funds for airport improvement programs.

5 (3) The Michigan aeronautics commission may take those steps necessary to match
6 federal money available for airport construction and improvement within this state and to
7 meet the matching requirements of the federal government. Whether acting alone or jointly
8 with another political subdivision or public agency or with this state, a political
9 subdivision or public agency of this state shall not submit to any agency of the federal
10 government a project application for airport planning or development unless it is authorized
11 in this article and the project application is approved by the governing body of each
12 political subdivision or public agency making the application and by the Michigan aeronautics
13 commission.

14 Sec. 18-802. The appropriations in part 1 for capital outlay shall be carried forward
15 at the end of the fiscal year consistent with the provisions of section 248 of the management
16 and budget act, 1984 PA 431, MCL 18.1248.

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14 **Article 19**

15
16 **DEPARTMENT OF TREASURY**
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26 **PART 1**

27 **LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS**

28 Sec. 19-101. Subject to the conditions set forth in this article, the amounts listed
29 in this part for the department of treasury are appropriated for the fiscal year ending
30 September 30, 2014, and are anticipated to be appropriated for the fiscal year ending
31 September 30, 2015, from the funds indicated in this part. The following is a summary of the
32 appropriations and anticipated appropriations in this part:

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	DEPARTMENT OF TREASURY		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	10.0	10.0
4	Full-time equated classified positions.....	2,556.5	2,556.5
5	GROSS APPROPRIATION	\$ 2,773,763,800	\$ 2,720,042,400
6	Total interdepartmental grants and		
7	intradepartmental transfers.....	9,130,000	9,212,500
8	ADJUSTED GROSS APPROPRIATION	\$ 2,764,633,800	\$ 2,710,829,900
9	Total federal revenues	677,780,700	678,737,500
10	Total local revenues	6,393,000	6,393,000
11	Total private revenues	5,476,900	5,526,000
12	Total other state restricted revenues	1,630,788,000	1,636,780,700
13	State general fund/general purpose	\$ 444,195,200	\$ 383,392,700
14	State general fund/general purpose schedule:		
15	Ongoing state general fund/general purpose	367,931,900	383,392,700
16	One-time state general fund/general purpose	76,263,300	0
17	Sec. 19-102. EXECUTIVE DIRECTION		
18	Full-time equated unclassified positions.....	10.0	10.0
19	Full-time equated classified positions.....	5.0	5.0
20	Executive direction	\$ 2,654,000	\$ 2,654,000
21	GROSS APPROPRIATION	\$ 2,654,000	\$ 2,654,000
22	Appropriated from:		
23	Federal revenues	65,000	65,000
24	State restricted revenues	811,400	811,400
25	State general fund/general purpose	\$ 1,777,600	\$ 1,777,600
26	Schedule of programs:		
27	Unclassified positions	1,025,200	1,025,200
28	Office of the director	1,628,800	1,628,800
29	Sec. 19-103. DEPARTMENTWIDE APPROPRIATIONS		
30	Departmentwide appropriations	\$ 5,908,300	\$ 5,908,300
31	GROSS APPROPRIATION	\$ 5,908,300	\$ 5,908,300
32	Appropriated from:		

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	State restricted revenues	2,883,100	2,883,100
2	State general fund/general purpose	\$ 3,025,200	\$ 3,025,200
3	<i>Schedule of programs:</i>		
4	<i>Rent and building occupancy charges - property</i>		
5	<i>management services</i>	5,773,300	5,773,300
6	<i>Worker's compensation insurance premium</i>	135,000	135,000
7	Sec. 19-104. LOCAL GOVERNMENT PROGRAMS		
8	Full-time equated classified positions.....	100.0	100.0
9	Local government programs	\$ <u>23,711,300</u>	\$ <u>23,711,300</u>
10	GROSS APPROPRIATION	\$ 23,711,300	\$ 23,711,300
11	<i>Appropriated from:</i>		
12	Local revenues	1,959,500	1,959,500
13	State restricted revenues	8,772,000	8,772,000
14	State general fund/general purpose	\$ 12,979,800	\$ 12,979,800
15	<i>Schedule of programs:</i>		
16	<i>Supervision of the general property tax law</i>	20,164,500	20,164,500
17	<i>Property tax assessor training</i>	1,024,300	1,024,300
18	<i>Local finance</i>	2,522,500	2,522,500
19	Sec. 19-105. TAX PROGRAMS		
20	Full-time equated classified positions.....	805.0	805.0
21	Tax programs	\$ <u>101,942,200</u>	\$ <u>101,942,200</u>
22	GROSS APPROPRIATION	\$ 101,942,200	\$ 101,942,200
23	<i>Appropriated from:</i>		
24	Interdepartmental grant revenues	2,169,400	2,169,400
25	Federal revenues	2,967,800	2,967,800
26	State restricted revenues	79,199,500	79,199,500
27	State general fund/general purpose	\$ 17,605,500	\$ 17,605,500
28	<i>Schedule of programs:</i>		
29	<i>Customer contact</i>	12,274,900	12,274,900
30	<i>Tax compliance</i>	43,838,200	43,838,200
31	<i>Tax & economic policy</i>	20,763,200	20,763,200
32	<i>Tax processing</i>	18,299,700	18,299,700

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Home heating assistance	2,967,800	2,967,800
2	Bottle act implementation	250,000	250,000
3	Tobacco tax enforcement	1,550,700	1,550,700
4	Health insurance claims assessment fund program	1,997,700	1,997,700
5	Sec. 19-106. BANKING AND MANAGEMENT SERVICES		
6	Full-time equated classified positions.....	353.0	353.0
7	Banking and management services	\$ 43,635,800	\$ 48,443,300
8	GROSS APPROPRIATION	\$ 43,635,800	\$ 48,443,300
9	Appropriated from:		
10	Interdepartmental grant revenues	6,358,600	6,441,100
11	Federal revenues	0	257,000
12	State restricted revenues	32,197,700	35,966,000
13	State general fund/general purpose	\$ 5,079,500	\$ 5,779,200
14	Schedule of programs:		
15	Department and budget services	5,433,800	5,433,800
16	Unclaimed property	4,709,400	4,709,400
17	Collections	26,788,100	26,788,100
18	Finance and accounting	2,388,900	2,388,900
19	Receipts processing	4,315,600	4,315,600
20	Active and retiree insurance and pension adjustment	0	4,807,500
21	Sec. 19-107. FINANCIAL PROGRAMS		
22	Full-time equated classified positions.....	202.5	202.5
23	Financial programs	\$ 63,674,600	\$ 63,674,600
24	GROSS APPROPRIATION	\$ 63,674,600	\$ 63,674,600
25	Appropriated from:		
26	Interdepartmental grant revenues	202,000	202,000
27	Federal revenues	35,765,300	35,765,300
28	State restricted revenues	24,808,500	24,808,500
29	State general fund/general purpose	\$ 2,898,800	\$ 2,898,800
30	Schedule of programs:		
31	Investments	19,657,900	19,657,900
32	John R. Justice grant program	287,300	287,300

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Common cash and debt management	1,599,500	1,599,500
2	Student financial assistance programs	2,649,700	2,649,700
3	Michigan finance authority-bond finance programs ...	38,477,000	38,477,000
4	Dual enrollment payments	1,003,200	1,003,200
5	Sec. 19-108. GRANTS AND PAYMENTS IN LIEU OF TAXES		
6	Grants and payments in lieu of taxes	\$ 140,217,100	\$ 145,063,700
7	GROSS APPROPRIATION	\$ 140,217,100	\$ 145,063,700
8	Appropriated from:		
9	Private revenues	22,000	24,200
10	State restricted revenues	114,812,200	115,208,300
11	State general fund/general purpose	\$ 25,382,900	\$ 29,831,200
12	Schedule of programs:		
13	Convention facility development distribution	74,850,000	74,850,000
14	Senior citizen cooperative housing tax exemption		
15	program	12,020,000	12,020,000
16	Emergency 911 payments	27,000,000	27,000,000
17	Health and safety fund grants	9,000,000	9,000,000
18	Commercial forest reserve	3,054,900	3,360,400
19	Purchased lands	6,512,400	7,163,600
20	Swamp and tax reverted lands	7,779,800	11,669,700
21	Sec. 19-109. REVENUE SHARING AND INCENTIVE PROGRAMS		
22	Revenue sharing and incentive programs	\$ 1,101,150,200	\$ 1,127,050,400
23	GROSS APPROPRIATION	\$ 1,101,150,200	\$ 1,127,050,400
24	Appropriated from:		
25	State restricted revenues	1,101,150,200	1,127,050,400
26	State general fund/general purpose	\$ 0	\$ 0
27	Schedule of programs:		
28	Constitutional state general revenue sharing grants	742,550,200	768,450,400
29	County incentive program	23,620,000	23,620,000
30	County revenue sharing	112,480,000	112,480,000
31	Economic vitality incentive program	217,500,000	217,500,000
32	Competitive grant assistance program	5,000,000	5,000,000

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Sec. 19-110. DEBT SERVICE		
2	Debt service	\$ <u>154,202,500</u>	\$ <u>164,241,800</u>
3	GROSS APPROPRIATION	\$ 154,202,500	\$ 164,241,800
4	Appropriated from:		
5	State restricted revenues	3,014,500	3,014,500
6	State general fund/general purpose	\$ 151,188,000	\$ 161,227,300
7	Schedule of programs:		
8	Water pollution control bond and interest redemption	1,132,700	0
9	Quality of life bond	79,965,800	81,488,900
10	Clean Michigan initiative	57,187,400	58,015,000
11	Great Lakes water quality bond	15,916,600	24,737,900
12	Sec. 19-111. BUREAU OF STATE LOTTERY		
13	Full-time equated classified positions.....	193.0	193.0
14	Bureau of state lottery	\$ <u>51,025,200</u>	\$ <u>51,025,200</u>
15	GROSS APPROPRIATION	\$ 51,025,200	\$ 51,025,200
16	Appropriated from:		
17	State restricted revenues	51,025,200	51,025,200
18	State general fund/general purpose	\$ 0	\$ 0
19	Schedule of programs:		
20	Lottery operations	25,240,300	25,240,300
21	Promotion and advertising	20,622,000	20,622,000
22	Lottery information technology services and projects	5,162,900	5,162,900
23	Sec. 19-112. CASINO GAMING		
24	Full-time equated classified positions.....	126.0	126.0
25	Casino gaming	\$ <u>28,904,800</u>	\$ <u>28,904,800</u>
26	GROSS APPROPRIATION	\$ 28,904,800	\$ 28,904,800
27	Appropriated from:		
28	State restricted revenues	28,904,800	28,904,800
29	State general fund/general purpose	\$ 0	\$ 0
30	Schedule of programs:		
31	Michigan gaming control board	50,000	50,000
32	Casino gaming control administration	24,721,600	24,721,600

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Racing commission	2,312,500	2,312,500
2	Casino gaming information technology services and		
3	projects	1,820,700	1,820,700
4	Sec. 19-113. INFORMATION TECHNOLOGY		
5	Information technology	\$ 24,360,600	\$ 24,360,600
6	GROSS APPROPRIATION	\$ 24,360,600	\$ 24,360,600
7	Appropriated from:		
8	Interdepartmental grant revenues	400,000	400,000
9	Federal revenues	612,300	612,300
10	State restricted revenues	16,357,600	16,357,600
11	State general fund/general purpose	\$ 6,990,700	\$ 6,990,700
12	Schedule of programs:		
13	Treasury operations information technology services		
14	and projects	24,360,600	24,360,600
15	Sec. 19-114. MICHIGAN STRATEGIC FUND		
16	Full-time equated classified positions.....	425.0	425.0
17	Michigan strategic fund	\$ 699,376,200	\$ 700,431,600
18	GROSS APPROPRIATION	\$ 699,376,200	\$ 700,431,600
19	Appropriated from:		
20	Federal revenues	471,510,300	472,210,100
21	Local revenues	4,433,500	4,433,500
22	Private revenues	5,454,900	5,501,800
23	State restricted revenues	76,973,600	77,008,800
24	State general fund/general purpose	\$ 141,003,900	\$ 141,277,400
25	Schedule of programs:		
26	Administrative services	4,798,800	4,798,800
27	Job creation services	19,852,900	19,852,900
28	Facility for rare isotope beams debt service	7,300,000	7,300,000
29	Pure Michigan	29,000,000	29,000,000
30	Innovation and entrepreneurship	28,500,000	28,500,000
31	Business attraction and community revitalization ...	92,500,000	92,500,000
32	Community ventures.	9,800,000	9,800,000

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	Community development block grants	47,000,000	47,000,000
2	Arts and cultural program	6,650,000	6,650,000
3	Federal energy programs	4,610,900	4,610,900
4	Workforce program administration	49,176,800	49,176,800
5	Workforce development programs	388,091,300	388,091,300
6	Workforce development agency rent and property		
7	management	870,500	870,500
8	Land bank fast track authority	10,142,500	10,142,500
9	Information technology services and projects	1,082,500	1,082,500
10	Active and retiree insurance and pension adjustment	0	1,055,400
11	Sec. 19-115. MICHIGAN STRATEGIC FUND - MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY		
12	Full-time equated classified positions.....	347.0	347.0
13	Michigan state housing development authority	\$ 231,737,700	\$ 232,630,600
14	GROSS APPROPRIATION	\$ 231,737,700	\$ 232,630,600
15	Appropriated from:		
16	Federal revenues	166,860,000	166,860,000
17	State restricted revenues	64,877,700	65,770,600
18	State general fund/general purpose	\$ 0	\$ 0
19	Schedule of programs:		
20	Payments on behalf of tenants	166,860,000	166,860,000
21	Housing and rental assistance	57,191,300	57,191,300
22	Lighthouse preservation program	307,500	307,500
23	Rent and administrative support	3,845,800	3,845,800
24	MSHDA technology services and projects	3,533,100	3,533,100
25	Active and retiree insurance and pension adjustment	0	892,900
26	Sec. 19-116. ONE-TIME APPROPRIATIONS		
27	One-time appropriations	\$ 101,263,300	0
28	GROSS APPROPRIATION.....	\$ 101,263,300	\$ 0
29	Appropriated from:		
30	State restricted revenues	25,000,000	0
31	State general fund/general purpose	\$ 76,263,300	\$ 0
32	Schedule of programs:		

		For Fiscal Year Ending Sept. 30, 2014	For Fiscal Year Ending Sept. 30, 2015
1	County incentive program.....	4,500,000	0
2	Economic vitality incentive program.....	7,500,000	0
3	Competitive grant assistance program.....	10,000,000	0
4	Sales, use, and withholding system replacement.....	1,763,300	0
5	Michigan casino gaming board system replacement.....	3,000,000	0
6	Distressed communities.....	5,000,000	0
7	Business attraction and community revitalization.....	27,500,000	0
8	Skilled trades training program.....	10,000,000	0
9	Land bank fast track authority.....	7,000,000	0
10	Film incentives.....	25,000,000	0

11

12 PART 2

13 PROVISIONS CONCERNING APPROPRIATIONS

14 FISCAL YEAR 2014

15

16 **GENERAL SECTIONS**

17 Sec. 19-201. Pursuant to section 30 of article IX of the state constitution of 1963,

18 total state spending from state resources under part 1 for fiscal year 2013-2014 is

19 \$2,074,983,200.00 and state spending from state resources to be paid to local units of

20 government for fiscal year 2013-2014 is \$1,291,758,300.00. The itemized statement below

21 identifies appropriations from which spending to local units of government will occur:

22 DEPARTMENT OF TREASURY

23	Senior citizen cooperative housing tax exemption program	\$	12,020,000
24	Health and safety fund grants		9,000,000
25	Constitutional state general revenue sharing grants		742,550,200
26	Economic vitality incentive program		225,000,000
27	Convention facility development fund distribution		74,850,000
28	Emergency 911 payments		24,700,000
29	Competitive grant assistance program		15,000,000
30	County incentive program		28,120,000
31	County revenue sharing		112,480,000
32	Airport parking distribution pursuant to section 909		15,466,200

Payments in lieu of taxes	17,347,100
Workforce development programs	<u>15,224,800</u>
TOTAL	\$ 1,291,758,300

Sec. 19-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 19-203. As used in this article:

(a) "FTE" means full-time equated.

(b) "Fund" means Michigan strategic fund.

(c) "MEDC" means the Michigan economic development corporation.

(d) "MSHDA" means the Michigan state housing development authority.

Sec. 19-208. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this act. This requirement may include transmission of reports via electronic mail to the recipients identified for each reporting requirement, or it may include placement of reports on an Internet or Intranet site.

Sec. 19-216. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

(b) The transportation and related costs of each travel occurrence, including the proportion funded with state general fund/general purpose revenues, the proportion funded with state restricted revenues, the proportion funded with federal revenues, and the proportion funded with other revenues.

Sec. 19-226. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 19-227. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house

1 appropriations chairs, the senate and house appropriations subcommittees chairs, and the
2 senate and house fiscal agencies with an annual report on estimated state restricted fund
3 balances, state restricted fund projected revenues, and state restricted fund expenditures
4 for the fiscal years ending September 30, 2013 and September 30, 2014.

5 Sec. 19-228. Not later than November 30, the state budget office shall prepare and
6 transmit a report that provides for estimates of the total general fund/general purpose
7 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
8 projected year-end general fund/general purpose appropriation lapses by major departmental
9 program or program areas. The report shall be transmitted to the chairpersons of the senate
10 and house appropriations committees, and the senate and house fiscal agencies.

11 Sec. 19-229. The department shall cooperate with the department of technology,
12 management and budget to maintain a searchable website accessible by the public at no cost
13 that includes, but is not limited to, all of the following for each department or agency:

14 (a) Fiscal year-to-date expenditures by category.

15 (b) Fiscal year-to-date expenditures by appropriation unit.

16 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,
17 payment date, payment amount, and payment description.

18 (d) The number of active department employees by job classification.

19 (e) Job specifications and wage rates.

20 Sec. 19-230. The department shall maintain, on a publicly accessible website, a
21 department scorecard that identifies, tracks and regularly updates key metrics that are used
22 to monitor and improve the agency's performance.

23 24 **DEPARTMENT OF TREASURY OPERATIONS**

25 Sec. 19-901. (1) In addition to the funds appropriated in part 1, there is
26 appropriated an amount not to exceed \$1,000,000.00 for federal contingency funds. These funds
27 are not available for expenditure until they have been transferred to another line item in
28 this bill under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

29 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
30 not to exceed \$10,000,000.00 for state restricted contingency funds. These funds are not
31 available for expenditure until they have been transferred to another line item in this bill
32 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

1 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
2 not to exceed \$200,000.00 for local contingency funds. These funds are not available for
3 expenditure until they have been transferred to another line item in this bill under section
4 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

5 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
6 not to exceed \$40,000.00 for private contingency funds. These funds are not available for
7 expenditure until they have been transferred to another line item in this bill under section
8 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

9 Sec. 19-902. (1) Amounts needed to pay for interest, fees, principal, mandatory and
10 optional redemptions, arbitrage rebates as required by federal law, and costs associated with
11 the payment, registration, trustee services, credit enhancements, and issuing costs in excess
12 of the amount appropriated to the department of treasury in part 1 for debt service on notes
13 and bonds that are issued by the state under sections 14, 15, and 16 of article IX of the
14 state constitution of 1963 as implemented by 1967 PA 266, MCL 17.451 to 17.455, are
15 appropriated.

16 (2) In addition to the amount appropriated to the department of treasury for debt
17 service in part 1, there is appropriated an amount for fiscal year cash-flow borrowing costs
18 to pay for interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to 12.53.

19 (3) In addition to the amount appropriated to the department of treasury for debt
20 service in part 1, there is appropriated all repayments received by the state on loans made
21 from the school bond loan fund not required to be deposited in the school loan revolving fund
22 by or pursuant to section 4 of 1961 PA 112, MCL 388.984, to the extent determined by the
23 state treasurer, for the payment of debt service, including, without limitation, optional and
24 mandatory redemptions, on bonds, notes or commercial paper issued by the state pursuant to
25 1961 PA 112, MCL 388.981 to 388.985.

26 Sec. 19-903. (1) From the funds appropriated in part 1, the department of treasury may
27 contract with private collection agencies and law firms to collect taxes and other accounts
28 due this state. In addition to the amounts appropriated in part 1 to the department of
29 treasury, there are appropriated amounts necessary to fund collection costs and fees not to
30 exceed 25% of the collections or 2.5% plus operating costs, whichever amount is prescribed by
31 each contract. The appropriation to fund collection costs and fees for the collection of
32 taxes or other accounts due this state are from the fund or account to which the revenues

1 being collected are recorded or dedicated. However, if the taxes collected are
2 constitutionally dedicated for a specific purpose, the appropriation of collection costs and
3 fees are from the general purpose account of the general fund.

4 (2) From the funds appropriated in part 1, the department of treasury may contract
5 with private collections agencies and law firms to collect defaulted student loans and other
6 accounts due the Michigan guaranty agency. In addition to the amounts appropriated in part 1
7 to the department of treasury, there are appropriated amounts necessary to fund collection
8 costs and fees not to exceed 24.34% of the collection or a lesser amount as prescribed by the
9 contract. The appropriation to fund collection costs and fees for the auditing and collection
10 of defaulted student loans due the Michigan guaranty agency is from the fund or account to
11 which the revenues being collected are recorded or dedicated.

12 Sec. 19-904. (1) The department of treasury, through its bureau of investments, may
13 charge an investment service fee against the applicable retirement funds. The fees may be
14 expended for necessary salaries, wages, contractual services, supplies, materials, equipment,
15 travel, worker's compensation insurance premiums, and grants to the civil service commission
16 and state employees' retirement funds. Service fees shall not exceed the aggregate amount
17 appropriated in part 1. The department of treasury shall maintain accounting records in
18 sufficient detail to enable the retirement funds to be reimbursed periodically for fee
19 revenue that is determined by the department of treasury to be surplus.

20 (2) In addition to the funds appropriated in part 1 from the retirement funds to the
21 department of treasury, there is appropriated from retirement funds an amount sufficient to
22 pay for the services of money managers, investment advisors, investment consultants,
23 custodians, and other outside professionals, the state treasurer considers necessary to
24 prudently manage the retirement funds' investment portfolios. The state treasurer shall
25 report annually to the senate and house of representatives standing committees on
26 appropriations and the state budget office concerning the performance of each portfolio by
27 investment advisor.

28 Sec. 19-904a. (1) There is appropriated an amount sufficient to recognize and pay
29 expenditures for financial services provided by financial institutions as provided under
30 section 1 of 1861 PA 111, MCL 21.181.

31 (2) The appropriations under subsection (1) shall be funded by restricting revenues
32 from common cash interest earnings and investment earnings in an amount sufficient to record

1 these expenditures.

2 Sec. 19-905. A revolving fund known as the municipal finance fee fund is created in
3 the department of treasury. Fees are established under the revised municipal finance act,
4 2001 PA 34, MCL 141.2101 to 141.2821, and the fees collected shall be credited to the
5 municipal finance fee fund and may be carried forward for future appropriation.

6 Sec. 19-906. (1) The department of treasury shall charge for audits as permitted by
7 state or federal law or under contractual arrangements with local units of government, other
8 principal executive departments, or state agencies. A report detailing audits performed and
9 audit charges for the immediately preceding fiscal year shall be submitted to the state
10 budget director and the senate and house fiscal agencies not later than November 30.

11 (2) A revolving fund known as the audit charges fund is created in the department of
12 treasury. The contractual charges collected shall be credited to the audit charges fund and
13 may be carried forward for future appropriation.

14 Sec. 19-907. A revolving fund known as the assessor certification and training fund is
15 created in the department of treasury. The assessor certification and training fund shall be
16 used to organize and operate a property assessor certification and training program. Each
17 participant certified and trained shall pay examination fees and certification fees to be
18 determined annually by the state tax commission. Training courses shall be offered in
19 assessment administration. Each participant shall pay a fee to cover the expenses incurred in
20 offering the optional programs to certified assessing personnel and other individuals
21 interested in an assessment career opportunity. The fees collected shall be credited to the
22 assessor certification and training fund.

23 Sec. 19-908. The amount appropriated in part 1 to the department of treasury, home
24 heating assistance program, is to cover the costs, including data processing, of
25 administering federal home heating credits to eligible claimants and to administer the
26 supplemental fuel cost payment program for eligible tax credit and welfare recipients.

27 Sec. 19-909. Revenue from the airport parking tax act, 1987 PA 248, MCL 207.371 to
28 207.383, is appropriated and shall be distributed under section 7a of the airport parking tax
29 act, 1987 PA 248, MCL 207.377a.

30 Sec. 19-910. The disbursement by the department of treasury from the bottle deposit
31 fund to dealers as required by section 3c(2) of 1976 IL 1, MCL 445.573c, is appropriated.

32 Sec. 19-911. (1) There is appropriated an amount sufficient to recognize and pay

1 refundable income tax credits as provided by the management and budget act, 1984 PA 431, MCL
2 18.1101 to 18.1594.

3 (2) The appropriations under subsection (1) shall be funded by restricting income tax
4 revenue in an amount sufficient to record these expenditures.

5 Sec. 19-912. A plaintiff in a garnishment action involving this state shall pay to the
6 state treasurer 1 of the following:

7 (a) A fee of \$6.00 at the time a writ of garnishment of periodic payments is served
8 upon the state treasurer, as provided in section 4012 of the revised judicature act of 1961,
9 1961 PA 236, MCL 600.4012.

10 (b) A fee of \$6.00 at the time any other writ of garnishment is served upon the state
11 treasurer, except that the fee shall be reduced to \$5.00 for each writ of garnishment for
12 individual income tax refunds or credits filed by magnetic media.

13 Sec. 19-913. (1) The department of treasury may contract with private firms to
14 appraise and, if necessary, appeal the assessments of senior citizen cooperative housing
15 units. Payment for this service shall be from savings resulting from the appraisal or appeal
16 process.

17 (2) Of the funds appropriated in part 1 to the department of treasury for the senior
18 citizens' cooperative housing tax exemption program, a portion may be utilized for a program
19 audit of the program. The department of treasury may utilize up to 1% of the funds for
20 program administration and auditing.

21 Sec. 19-914. The department of treasury may provide a \$200.00 annual prize from the
22 Ehlers internship award account in the gifts, bequests, and deposit fund to the runner-up of
23 the Rosenthal prize for interns. The Ehlers internship award account is interest bearing.

24 Sec. 19-915. Pursuant to section 61 of the Michigan campaign finance act, 1976 PA 388,
25 MCL 169.261, there is appropriated from the general fund to the state campaign fund an amount
26 equal to the amounts designated for tax year 2012. Except as otherwise provided in this
27 section, the amount appropriated shall not revert to the general fund and shall remain in the
28 state campaign fund. Any amounts remaining in the state campaign fund in excess of
29 \$10,000,000.00 on December 31 shall revert to the general fund.

30 Sec. 19-916. The department of treasury may make available to interested entities
31 otherwise unavailable customized unclaimed property listings of nonconfidential information
32 in its possession. The charge for this information is as follows: 1 to 100,000 records at 2.5

1 cents per record and 100,001 or more records at .5 cents per record. The revenue received
2 from this service shall be deposited to the appropriate revenue account or fund. The
3 department shall submit an annual report on or before June 1 to the state budget director and
4 the senate and house of representatives standing committees on appropriations that states the
5 amount of revenue received from the sale of information.

6 Sec. 19-917. (1) There is appropriated for write-offs and advances an amount equal to
7 total write-offs and advances for departmental programs, but not to exceed current year
8 authorizations that would otherwise lapse to the general fund.

9 (2) The department of treasury shall submit a report for the immediately preceding
10 fiscal year to the state budget director and the senate and house fiscal agencies not later
11 than November 30 stating the amounts appropriated for write-offs and advances under
12 subsection (1).

13 Sec. 19-918. In addition to funds appropriated in part 1, the department of treasury
14 may receive and expend funds for conducting tax orientation workshops and seminars. Funds
15 received may not exceed costs incurred in conducting the workshops and seminars.

16 Sec. 19-919. From funds appropriated in part 1, the department of treasury may
17 contract with private auditing firms to audit for and collect unclaimed property due this
18 state in accordance with the uniform unclaimed property act, 1995 PA 29, MCL 567.221 to
19 567.265. In addition to the amounts appropriated in part 1 to the department of treasury,
20 there are appropriated amounts necessary to fund auditing and collection costs and fees not
21 to exceed 12% of the collections, or a lesser amount as prescribed by the contract. The
22 appropriation to fund collection costs and fees for the auditing and collection of unclaimed
23 property due this state is from the fund or account to which the revenues being collected are
24 recorded or dedicated.

25 Sec. 19-924. (1) In addition to the funds appropriated in part 1, the department of
26 treasury may receive and expend principal residence audit fund revenue for administration of
27 principal residence audits under the general property tax act, 1893 PA 206, MCL 211.1 to
28 211.155.

29 (2) The department of treasury shall submit a report for the immediately preceding
30 fiscal year to the state budget director and the senate and house fiscal agencies not later
31 than December 31 stating the amount of exemptions denied and the revenue received under the
32 program.

1 Sec. 19-925. (1) A public-private partnership investment fund is created in the
2 department of treasury. Subject to subsection (2), public-private partnership investments
3 shall include, but are not limited to, all of the following:

4 (a) Capital asset improvements including buildings, land, or structures.

5 (b) Energy resource exploration, extraction, generation, and sales.

6 (c) Financial and investment incentive opportunities.

7 (d) Infrastructure construction, maintenance, and operation.

8 (e) Public-private sector joint ventures that provide economic benefit to an area or
9 to the state.

10 (2) The state treasurer and the state budget director shall determine whether or not a
11 specific public-private partnership investment opportunity qualifies for funding under
12 subsection (1).

13 (3) Investment development revenue, including a portion of the proceeds from the sale
14 of any public-private partnership investment designated in subsection (1), shall be deposited
15 into the fund created in subsection (1) and shall be available for administration,
16 development, financing, marketing, and operating expenditures associated with public-private
17 partnerships, unless otherwise provided by law. Public-private partnership investments
18 authorized in subsection (1) are authorized for public or private operation or sale
19 consistent with state law. Expenditures from the fund are authorized for investment purposes
20 as designated in subsection (1) to enhance the marketable value of each investment. The
21 unencumbered balance remaining in the fund at the end of the fiscal year may be carried
22 forward for appropriation in future years.

23 Sec. 19-926. Unexpended appropriations of the John R. Justice grant program are
24 designated as work project appropriations and shall not lapse at the end of the fiscal year
25 and shall continue to be available for expenditure until the project has been completed. The
26 following is in compliance with section 451a of the management and budget act, 1984 PA 431,
27 MCL 18.1451a:

28 (a) The purpose of the project is to provide student loan forgiveness to qualified
29 public defenders and prosecutors.

30 (b) The project will be accomplished by utilizing state employees or contracts with
31 private vendors, or both.

32 (c) The total estimated cost of the project is \$287,000.

1 (d) The tentative completion date is September 30, 2015.

2 Sec. 19-927. The department of treasury shall submit annual progress reports to the
3 senate and house of representatives standing committees on appropriations subcommittees on
4 general government, and the senate and house fiscal agencies, regarding personal property tax
5 audits. The report shall include the number of audits, revenue generated, and number of
6 complaints received by the department related to the audits.

7 Sec. 19-928. The department of treasury may provide receipt, warrant and cash
8 processing, data, collection, investment, fiscal agent, levy and warrant cost assessment,
9 writ of garnishment, and other user services on a contractual basis for other principal
10 executive departments, state agencies, and local units of government. Funds for the services
11 provided are appropriated and shall be expended for salaries and wages, fees, supplies, and
12 equipment necessary to provide the services. Any unobligated balance of the funds received
13 shall revert to the general fund of this state as of September 30.

14 Sec. 19-930. The department of treasury shall provide accounts receivable collections
15 services to other principal executive departments and state agencies under 1927 PA 375, MCL
16 14.131 to 14.134. The department of treasury shall deduct a fee equal to the cost of
17 collections from all receipts except unrestricted general fund collections. Fees shall be
18 credited to a restricted revenue account and appropriated to the department of treasury to
19 pay for the cost of collections. The department of treasury shall maintain accounting records
20 in sufficient detail to enable the respective accounts to be reimbursed periodically for fees
21 deducted that are determined by the department of treasury to be surplus to the actual cost
22 of collections.

23 Sec. 19-931. (1) The appropriation in part 1 to the department of treasury for
24 treasury fees shall be assessed against all restricted funds that receive common cash
25 earnings or other investment income. Treasury fees include all costs, including
26 administrative overhead, relating to the investment of each restricted fund. The fee assessed
27 against each restricted fund will be based on the size of the restricted fund (the absolute
28 value of the average daily cash balance plus the market value of investments in the prior
29 fiscal year) and the level of effort necessary to maintain the restricted fund as required by
30 each department.

31 (2) In addition to the funds appropriated in part 1, the department of treasury may
32 receive and expend investment fees relating to new restricted funding sources that

1 participate in common cash earnings or other investment income during the current fiscal
2 year. When a new restricted fund is created starting on or after October 1, that restricted
3 fund shall be assessed a fee using the same criteria identified in subsection (1).

4 Sec. 19-932. Revenue received under the Michigan education trust act, 1986 PA 316, MCL
5 390.1421 to 390.1442, may be expended by the board of directors of the Michigan education
6 trust for necessary salaries, wages, supplies, contractual services, equipment, worker's
7 compensation insurance premiums, and grants to the civil service commission and state
8 employees' retirement fund.

9 Sec. 19-934. The department of treasury may expend revenues received under the
10 hospital finance authority act, 1969 PA 38, MCL 331.31 to 331.84, the shared credit rating
11 act, 1985 PA 227, MCL 141.1051 to 141.1076, the higher education facilities authority act,
12 1969 PA 295, MCL 390.921 to 390.934, the Michigan public educational facilities authority,
13 Executive Reorganization Order No. 2002-3, MCL 12.192, the Michigan tobacco settlement
14 finance authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank fast track act,
15 2003 PA 258, MCL 124.751 to 124.774, part 505 of the natural resources and environmental
16 protection act, 1994 PA 451, MCL 324.50501 to 324.50522, the state housing development
17 authority act of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and the Michigan finance
18 authority, Executive Reorganization Order No. 2010-2, MCL 12.194, for necessary salaries,
19 wages, supplies, contractual services, equipment, worker's compensation insurance premiums,
20 grants to the civil service commission and state employees' retirement fund, and other
21 expenses as allowed under those acts.

22 Sec. 19-935. The funds appropriated in section 19-107 for dual enrollment payments for
23 an eligible student enrolled in a state approved nonpublic school shall be distributed as
24 provided under 1996 PA 160, MCL 388.513a to 388.521 and 2000 PA 258 MCL 388.1903a to 388.1911
25 in a form and manner as determined by the department of treasury.

26 27 **REVENUE SHARING**

28 Sec. 19-950. The funds appropriated in part 1 for constitutional revenue sharing shall
29 be distributed by the department to cities, villages, and townships, as required under
30 section 10 of article IX of the state constitution of 1963. Revenue collected in accordance
31 with section 10 of article IX of the state constitution of 1963 in excess of the amount
32 appropriated in part 1 for constitutional revenue sharing is appropriated for distribution to

1 cities, villages, and townships, on a population basis as required under section 10 of
2 article IX of the state constitution of 1963.

3 Sec. 19-951. (1) From the funds appropriated in part 1 for the competitive grant
4 assistance program, \$7,500,000.00 is to be used for assistance grants to cities, villages,
5 townships, counties, authorities, school districts, and intermediate school districts to
6 offset the costs associated with mergers, interlocal agreements, and cooperative efforts for
7 those cities, villages, townships, counties, authorities, school districts, and intermediate
8 school districts that elect to combine government operations. The remaining \$7,500,000.00 is
9 to be used for grants to cities, villages, townships, counties, authorities, school
10 districts, and intermediate school districts to offset the cost of mergers, interlocal
11 agreements, and cooperative efforts for those cities, villages, townships, counties,
12 authorities, school districts, and intermediate school districts that elect to combine public
13 safety operations. For an authority, school district, or intermediate school district to
14 qualify for grant funding under this section, the authority, school district, or intermediate
15 school district must combine operations with a city, village, township, or county. The
16 department of treasury shall develop an application process and method of grant distribution.

17 (2) The unexpended funds appropriated in part 1 for the competitive grant assistance
18 program, economic vitality incentive program, and the county incentive program are designated
19 as work project appropriations and any unencumbered or unallotted funds shall not lapse at
20 the end of the fiscal year and shall be available for expenditure for projects under this
21 section until the projects have been completed. The following is in compliance with section
22 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

23 (a) The purpose of the projects is to provide incentive-based grants to recipients
24 under this section.

25 (b) The projects will be accomplished by grants to qualified governmental units.

26 (c) The total estimated cost of all projects is \$268,120,000.00.

27 (d) The tentative completion date is September 30, 2018.

28 Sec. 19-952. (1) The funds appropriated in part 1 for the economic vitality incentive
29 program are to be used for grants to cities, villages, and townships such that, subject to
30 fulfilling the requirements under subsection (3), each city, village, or township that
31 received a payment under section 950(2) of 2009 PA 128 greater than \$4,500.00 is eligible to
32 receive a maximum of 72.68289% of its total payment received under section 950(2) of 2009 PA

128, rounded to the nearest dollar. For the purposes of this subsection, any city or village that according to the 2010 federal decennial census is determined to have population in more than 1 county will be treated as a single entity when determining the payment received under section 950(2) of 2009 PA 128.

(2) The funds appropriated in part 1 for the county incentive program are to be used for grants to counties such that each county is eligible to receive an amount equal to 20% of the amount by which the balance in its revenue sharing reserve fund under section 44a of the general property tax act, 1893 PA 206, MCL 211.44a, for the county's most recent fiscal year that ends prior to the January 1 of the state's fiscal year is less than the amount calculated under section 44a(13) of the general property tax act, 1893 PA 206, MCL 211.44a, for the county fiscal year that begins in the state's fiscal year. The amount calculated under this subsection shall be adjusted as necessary to reflect partial county fiscal years and prorated based on the total amount appropriated for distribution to all eligible counties. Payments under this subsection will be distributed to an eligible county subject to the county fulfilling the requirements under subsection (3).

(3) Cities, villages, townships, and counties eligible to receive a potential payment from the allocation under subsection (1) or (2) may qualify to receive payments under 1 or more of the following 3 categories:

(a) Category 1, accountability and transparency, requires each eligible city, village, township, or county to certify by October 1, or the first day of a payment month for this category, that it has produced a citizen's guide of its most recent local finances, including a recognition of its unfunded liabilities, a performance dashboard, a debt service report including a detailed listing of its debt service requirements including at a minimum the issuance date, issuance amount, and a listing of the annual payment amounts, and a projected budget report including at a minimum the current fiscal year and a projection for the immediately following fiscal year. The projected budget report shall include revenues and expenditures and an explanation of the assumptions used for the projections. The citizen's guide, performance dashboard, debt service report, and projected budget report shall be made available for public viewing in the city, village, township, or county clerk's office or posted on a publicly accessible Internet site. Each city, village, township, and county applying for a payment under this category shall submit a copy of the citizen's guide, a copy of the performance dashboard, a copy of the debt service report, and a copy of the projected

1 budget report to the department of treasury.

2 (b) Category 2, consolidation of services, requires each eligible city, village,
3 township, or county to certify by February 1, or the first day of a payment month for this
4 category, that it has produced a consolidation plan. The consolidation plan shall be made
5 readily available for public viewing in the city, village, township, or county clerk's office
6 or posted on a publicly accessible Internet site. Each city, village, township and county
7 applying for a payment under this category shall submit a copy of the consolidation plan to
8 the department of treasury. At a minimum, the consolidation plan shall include the following:

9 (i) For a city, village, township, or county that is submitting a consolidation plan
10 for the first time, the plan shall include a listing of any previous services consolidated
11 with an estimated cost savings amount for each consolidation. In addition, the plan shall
12 include 1 or more new proposals to increase its existing level of cooperation, collaboration
13 and consolidation either within the jurisdiction or with other jurisdictions, an estimate of
14 the potential savings amount, and a timeline for implementing the new proposal.

15 (ii) For a city, village, township, or county that submitted a consolidation plan in
16 the previous fiscal year, the plan shall include an update on the status of all new proposals
17 that were in the previous years' consolidation plans, including whether or not the previously
18 proposed plans have been fully implemented, a listing of the barriers experienced in
19 implementing the proposals, and a timeline of the steps to accomplish the proposed plans. In
20 addition, the plan shall include 1 or more new proposals to increase its existing level of
21 cooperation, collaboration, and consolidation either within the jurisdiction or with other
22 jurisdictions, or a detailed explanation of why increasing its existing level of cooperation,
23 collaboration, and consolidation is not feasible. The new proposal shall include an estimate
24 of the potential savings amount, and a timeline for implementing the new proposal.

25 (c) Category 3, employee compensation, requires each eligible city, village, township,
26 or county to meet both of the following requirements:

27 (i) Certify by June 1, or the first day of a payment month for this category, that it
28 has developed and publicized an employee compensation plan that the city, village, township,
29 or county intends to implement with any new, modified, or extended contract or employment
30 agreements for employees not covered under contract or employment agreement. The employee
31 compensation plan that each city, village, township, or county plans to achieve shall be made
32 available for public viewing in the city, village, township, or county clerk's office or

1 posted on a publicly accessible Internet site and must be submitted to the department of
2 treasury. At a minimum, the employee compensation plan shall include all of the following:

3 (A) New hires that are eligible for retirement plans are placed on retirement plans
4 that cap annual employer contributions at 10% of base salary for employees that are eligible
5 for social security benefits. For employees that are not eligible for social security
6 benefits, the annual employer contribution is capped at 16.2% of base salary.

7 (B) For defined benefit pension plans, a maximum multiplier of 1.5% for all employees
8 that are eligible for social security benefits, except, where postemployment health care is
9 not provided, the maximum multiplier shall be 2.25%. For all employees that are not eligible
10 for social security benefits, a maximum multiplier of 2.25%, except, where postemployment
11 health care is not provided, the maximum multiplier shall be 3.0%.

12 (C) For defined benefit pension plans, final average compensation for all employees is
13 calculated using a minimum of 3 years of compensation and shall not include more than a total
14 of 240 hours of paid leave. Overtime hours shall not be used in computing the final average
15 compensation for an employee.

16 (D) Health care premium costs for new hires shall include a minimum employee share of
17 20%, or, an employer's share of the local health care plan costs shall be cost competitive
18 with the new state preferred provider organization health plan, on a per-employee basis.

19 (ii) Comply with 1 of the following:

20 (A) Any eligible city, village, township, or county that offers medical benefits to
21 its employees or elected public officials shall certify to the department of treasury by June
22 1, or the first day of a payment month for this category, that is in compliance with the
23 publicly funded health insurance contribution act, 2011 PA 152, MCL 15.561 to 15.569. Dental
24 and vision coverages are not considered medical benefits. The department shall develop a
25 certification process and method for cities, villages, townships, and counties to follow.

26 (B) Any city, village, township, or county that does not offer medical benefits to its
27 employees or elected public officials shall certify to the department of treasury by June 1,
28 or the first day of a payment month for this category, that it does not offer medical
29 benefits to its employees or elected public officials. Dental and vision coverages are not
30 considered medical benefits. The department shall develop a certification process and method
31 for cities, villages, townships, or counties to follow.

32 (4) Economic vitality incentive program payments and county incentive program payments

1 are subject to the following conditions:

2 (a) In order for a city, village, township, or county to qualify for a category under
3 subsection (3) (a), (b), or (c), the city, village, township, or county shall meet every
4 criteria for that category including a certification to the department of treasury that it
5 has met the required criteria for that category and submission of the required citizen's
6 guide, performance dashboard, debt service report, projected budget report, consolidation
7 plan, the employee compensation plan, and certification of compliance with the publicly
8 funded health insurance contribution act, 2011 PA 152, MCL 15.561 to 15.569, or certification
9 that it does not offer medical benefits to employees or public officials, as required by
10 subsection (3) (a), (b), or (c), respectively. A department of treasury review of the citizen's
11 guide, performance dashboard, debt service report, projected budget report or consolidation
12 plan is not required in order for a city, village, township, or county to receive a payment
13 under subsection (1) or (2). The department of treasury shall develop a certification process
14 and method for cities, villages, townships, and counties to follow.

15 (b) Subject to subsection (4) (c), (d), and (e), for each category that a city,
16 village, township, or county qualifies for in subsection (3), the city, village, township, or
17 county shall receive 1/3 of its potential payment under this section.

18 (c) Payments under this section shall be issued to cities, villages, townships as
19 follows:

20 (i) Category 1, an eligible city, village, or township that certifies with the
21 department of treasury that it has qualified for a payment under subsection (3) (a) by October
22 1, shall receive 1/6 of its available distribution on the last business day of October and
23 1/6 of its available distribution on the last business day of December. If an eligible city,
24 village, or township certifies with the department of treasury that it has qualified for a
25 payment under subsection (3) (a) after October 1, but on or before December 1, the city,
26 village, or township shall receive 1/6 of its available distribution on the last business day
27 of December.

28 (ii) Category 2, an eligible city, village, or township that certifies with the
29 department of treasury that it has qualified for a payment under subsection (3) (b) by
30 February 1, shall receive 1/6 of its available distribution on the last business day of
31 February and 1/6 of its available distribution on the last business day of April. If an
32 eligible city, village, or township certifies with the department of treasury that it has

1 qualified for a payment under subsection (3) (b) after February 1, but on or before April 1,
2 the city, village or township shall receive 1/6 of its available distribution on the last
3 business day of April.

4 (iii) Category 3, an eligible city, village, or township that certifies with the
5 department of treasury that it has qualified for a payment under subsection (3) (c) by June 1,
6 shall receive 1/6 of its available distribution on the last business day of June and 1/6 of
7 its available distribution on the last business day of August. If an eligible city, village,
8 or township certifies with the department of treasury that is has qualified for a payment
9 under subsection (3) (c) after June 1, but on or before August 1, the city, village or
10 township shall receive 1/6 of its available distribution on the last business day of August.

11 (d) Payments under this section shall be issued to counties for each category in
12 subsection (3) until the specified due date for the category. After the specified due date
13 for the category, payments shall be made to a county only if that county has complied with
14 subsection (4) (a).

15 (e) If a county does not provide the required certification or fails to submit the
16 required citizen's guide, performance dashboard, debt service report, projected budget
17 report, consolidation plan, employee compensation plan and certification of compliance with
18 the publicly funded health insurance contribution act, 2011 PA 152, MCL 15.561 to 15.569, by
19 the first day of a payment month, the county shall forfeit the payment in that payment month
20 for the uncertified category in subsection (3).

21 (f) Any city, village, township, or county that falsifies certification documents
22 shall forfeit any future economic vitality incentive program payments or county incentive
23 program payments and shall repay this state all economic vitality incentive program payments
24 or county incentive program payments it has received under this section.

25 (g) Economic vitality incentive program payments and county incentive program payments
26 under this section shall be distributed on the last business day of October, December,
27 February, April, June, and August.

28 (h) Payments distributed under this section may be withheld pursuant to section 17a
29 and 21 of the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.917a and
30 141.921.

31 (i) The department of treasury shall develop detailed guidance for an eligible city,
32 village, township, or county to follow to qualify for a payment under subsection (3) (a), (b),

1 and (c). The detailed guidance shall be posted on the department of treasury website and
2 distributed to eligible cities, villages, townships, and counties by October 1.

3 (5) The unexpended funds appropriated in part 1 for the economic vitality incentive
4 program and the county incentive program shall be available for expenditure under the
5 competitive grant assistance program after the approval of transfers by the legislature
6 pursuant to section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

7 Sec. 19-955. (1) The funds appropriated in part 1 for county revenue sharing shall be
8 distributed by the department of treasury to eligible counties pursuant to the Glenn Steil
9 state revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921 such that each county
10 shall receive 80% of the amount calculated under MCL 141.901 to 141.921.

11 (2) The department of treasury shall annually certify to the state budget director the
12 amount each county is authorized to expend from its revenue sharing reserve fund.
13

14 **BUREAU OF STATE LOTTERY**

15 Sec. 19-960. In addition to the funds appropriated in part 1 to the bureau of state
16 lottery, there is appropriated from state lottery fund revenues the amount necessary for, and
17 directly related to, implementing and operating lottery games under the McCauley-Traxler-Law-
18 Bowman-NcNeely lottery act, 1972 PA 239, MCL 432.1 to 432.47, and activities under the
19 Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120, including
20 expenditures for contractually mandated payments for vendor commissions, contractually
21 mandated payments for instant tickets intended for resale, the contractual costs of providing
22 and maintaining the online system communications network, and incentive and bonus payments to
23 lottery retailers.
24

25 **CASINO GAMING**

26 Sec. 19-971. From the revenue collected by the Michigan gaming control board regarding
27 the total annual assessment of each casino licensee, \$2,000,000.00 is appropriated and shall
28 be deposited in the compulsive gaming prevention fund as described in section 12a(5) of the
29 Michigan gaming control and revenue act, 1996 IL 1, MCL 432.212a.

30 Sec. 19-973. (1) Funds appropriated in part 1 for local government programs may be
31 used to provide assistance to a local revenue sharing board referenced in an agreement
32 authorized by the Indian gaming regulatory act, Public Law 100-497.

1 (2) A local revenue sharing board described in subsection (1) shall comply with the
2 open meetings act, 1976 PA 267, MCL 15.261 to 15.275, and the freedom of information act,
3 1976 PA 442, MCL 15.231 to 15.246.

4 (3) A county treasurer is authorized to receive and administer funds received for and
5 on behalf of a local revenue sharing board. Funds appropriated in part 1 for local government
6 programs may be used to audit local revenue sharing board funds held by a county treasurer.
7 This section does not limit the ability of local units of government to enter into agreements
8 with federally recognized Indian tribes to provide financial assistance to local units of
9 government or to jointly provide public services.

10 (4) A local revenue sharing board described in subsection (1) shall comply with all
11 applicable provisions of any agreement authorized by the Indian gaming regulatory act, Public
12 Law 100-497, in which the local revenue sharing board is referenced, including, but not
13 limited to, the disbursal of tribal casino payments received under applicable provisions of
14 the tribal-state class III gaming compact(s) in which those funds are received.

15 (5) The director of the department of state police and the executive director of the
16 Michigan gaming control board are authorized to assist the local revenue sharing boards in
17 determining allocations to be made to local public safety organizations.

18 (6) The department of treasury shall submit a report by September 30 to the senate and
19 house of representatives standing committees on appropriations and the state budget director
20 on the receipts and distribution of revenues by local revenue sharing boards.

21 Sec. 19-974. If revenues collected in the state services fee fund are less than the
22 amounts appropriated from the fund, available revenues shall be used to fully fund the
23 appropriation in part 1 for casino gaming regulation activities before distributions are made
24 to other state departments and agencies. If the remaining revenue in the fund is insufficient
25 to fully fund appropriations to other state departments or agencies, the shortfall shall be
26 distributed proportionally among those departments and agencies.

27 Sec. 19-976. The executive director of the Michigan gaming control board may pay
28 rewards of not more than \$5,0000.00 to a person who provides information that results in the
29 arrest and conviction on a felony or misdemeanor charge for a crime that involves the horse
30 racing industry. A reward paid pursuant to this section shall be paid out of the
31 appropriation in part 1 for the racing commission.

32 Sec. 19-977. All appropriations from the Michigan agriculture equine industry

1 development fund, except for the racing commission and laboratory analysis program
2 appropriations, shall be reduced proportionately if revenues to the Michigan agriculture
3 equine industry development fund decline during the fiscal year ending September 30, 2014 to
4 a level lower than the amount appropriated in part 1.

5 Sec. 19-978. The Michigan gaming control board shall use actual expenditure data in
6 determining the actual regulatory costs of conducting racing dates and shall provide that
7 data to the senate and house appropriations subcommittees on agriculture and general
8 government and the senate and house fiscal agencies. The Michigan gaming control board shall
9 not be reimbursed for more than the actual regulatory cost of conducting race dates. If a
10 certified horsemen's organization funds more than the actual regulatory cost, the balance
11 shall remain in the agriculture equine industry development fund to be used to fund
12 subsequent race dates conducted by race meeting licensees with which the certified horsemen's
13 organization has contracts. If a certified horsemen's organization funds less than the actual
14 regulatory costs of the additional horse racing dates, the Michigan gaming control board
15 shall reduce the number of future race dates conducted by race meeting licensees with which
16 the certified horsemen's organization has contracts. Prior to the reduction in the number of
17 authorized race dates due to budget deficits, the executive director of the Michigan gaming
18 control board shall provide notice to the certified horsemen's organizations with an
19 opportunity to respond with alternatives. In determining actual costs, the Michigan gaming
20 control board shall take into account that each specific breed may require different
21 regulatory mechanisms.

22 Sec. 19-979. In addition to the funds appropriated in part 1, the Michigan gaming
23 control board may receive and expend state lottery fund revenue in an amount not to exceed
24 \$4,000,000.00 for necessary expenses incurred in the licensing and regulation of millionaire
25 parties pursuant to Executive Order No. 2012-4. In accordance with section 8 of the Traxler-
26 McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.108, the amount of necessary expenses
27 shall not exceed the amount of revenue received under that act. The Michigan gaming control
28 board shall provide a report to the senate and house of representatives appropriations
29 subcommittees on general government, the senate and house fiscal agencies, and the state
30 budget office by April 15. The report shall include, but not be limited to, total
31 expenditures related to the licensing and regulating of millionaire parties, steps taken to
32 ensure charities are receiving revenue due to them, progress on promulgating rules to ensure

1 compliance with the Traxler-McCauley-Law-Bowman bingo act, 1872 PA 382, MCL 432.101 to
2 432.120, and any enforcement actions taken.

3
4 **MICHIGAN STRATEGIC FUND - HOUSING AND COMMUNITY DEVELOPMENT**

5 Sec. 19-980. MSHDA shall annually present a report to the state budget office and the
6 subcommittees on the status of the authority's housing production goals under all financing
7 programs established or administered by the authority. The report shall give special
8 attention to efforts to raise affordable multifamily housing production goals.

9 Sec. 19-981. MSHDA shall report to the subcommittees, the state budget director, and
10 the fiscal agencies by December 1 on the status of the loans entered into by the Michigan
11 broadband development authority.

12 Sec. 19-984. In addition to the funds appropriated in part 1, the funds collected by
13 state historic preservation programs for document reproduction and services and application
14 fees are appropriated for all expenses necessary to provide the required services. These
15 funds are available for expenditure when they are received and may be carried forward into
16 the succeeding fiscal year.

17
18 **MICHIGAN STRATEGIC FUND**

19 Sec. 19-1001. (1) In addition to the funds appropriated in part 1, there is
20 appropriated an amount not to exceed \$20,000,000.00 for federal contingency funds. These
21 funds are not available for expenditure until they have been transferred to another line item
22 in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
23 18.1393.

24 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
25 not to exceed \$2,000,000.00 for state restricted contingency funds. These funds are not
26 available for expenditure until they have been transferred to another line item in this
27 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

28 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
29 not to exceed \$2,000,000.00 for private contingency funds. These funds are not available for
30 expenditure until they have been transferred to another line item in this article under
31 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

32 (4) In addition to the funds appropriated in part 1, there is appropriated an amount

not to exceed \$100,000.00 for local contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 19-1005. In addition to the appropriations in part 1, Travel Michigan may receive and expend private revenue related to the use of "Pure Michigan" and all other copyrighted slogans and images. This revenue may come from the direct licensing of the name and image or from the royalty payments from various merchandise sales. Revenue collected is appropriated for the marketing of the state as a travel destination. The funds are available for expenditure when they are received by the department of treasury.

Sec. 19-1007. (1) The fund shall provide reports to the relevant subcommittees, the state budget director, and the fiscal agencies concerning the activities of the Michigan economic development corporation grants and investment programs financed from the fund using investment, Indian gaming revenues, or other revenues. The report shall provide a list of individual grants, loans, and investments made from the fund or by the Michigan economic development corporation from the funds appropriated in part 1 and shall include the name of the recipient, the amount awarded to the recipient and the purpose of the grant. The activities report shall also include, but not be limited to, the following programs funded in part 1:

(a) Travel Michigan, including any expenditures authorized under section 89b of the Michigan strategic fund act, 1984 PA 270, MCL 125.2089b, to supplement the Michigan promotion program. The report shall include the number of commercials produced, the markets in which media buys have been made, any web-based products that were created with these funds and identify the geographical market locations and recreational activities used in Michigan tourism promotion material.

(b) Business attraction, retention, and growth, including any expenditures authorized under section 89b of the Michigan strategic fund act, 1984 PA 270, MCL 125.2089b, to supplement the Michigan business marketing program. The report shall include the number of commercials produced, the markets in which media buys have been made, and any web-based products that were created as a result of this appropriation.

(c) Business services.

(d) Community development block grants.

(e) Strategic fund administration.

1 (f) Renaissance zones.

2 (g) 21st century investment program.

3 (h) Business and clean air ombudsman.

4 (i) Michigan business development program.

5 (j) Community revitalization program.

6 (k) Film incentives.

7 (l) Any other programs of the fund.

8 (2) The reports in subsection (1) shall be submitted by February 15. The report for
9 each program in subsection (1)(a) through (l) shall include details on all revenue sources,
10 actual expenditures, and number of FTEs for that program for the previous fiscal year.

11 Sec. 19-1008. As a condition of receiving funds under part 1, any interlocal agreement
12 entered into by the fund shall include language which states that if a local unit of
13 government has a contract or memorandum of understanding with a private economic development
14 agency, the Michigan economic development corporation will work cooperatively with that
15 private organization in that local area.

16 Sec. 19-1009. (1) Of the funds appropriated to the fund or through grants to the
17 Michigan economic development corporation, no funds shall be expended for the purchase of
18 options on land or the purchase of land unless at least 1 of the following conditions
19 applies:

20 (a) The land is located in an economically distressed area.

21 (b) The land is obtained through a purchase or exercise of an option at the invitation
22 of the local unit of government and local economic development agency.

23 (2) Consideration may be given to purchases where the proposed use of the land is
24 consistent with a regional land use plan, will result in the redevelopment of an economically
25 distressed area, can be supported by existing infrastructure, and will not cause shifts in
26 population away from the area's population centers.

27 (3) As used in this section, "economically distressed area" means an area in a city,
28 village, or township that has been designated as blighted; a city, village, or township that
29 shows negative population change from 1970 and a poverty rate and unemployment rate greater
30 than the statewide average; or an area certified as a neighborhood enterprise zone under the
31 neighborhood enterprise zone act, 1992 PA 147, MCL 207.771 to 207.786.

32 Sec. 19-1011. From the appropriations in part 1 to the fund and granted and/or

transferred to the Michigan economic development corporation, any unexpended or unencumbered balance shall be disposed of in accordance with the requirements in the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, and the Michigan strategic fund act, 1984 PA 270, MCL 125.2001 TO 125.2094.

Sec. 19-1012. (1) As a condition of receiving funds under part 1, the fund shall ensure that the MEDC and the fund comply with all of the following:

(a) The freedom of information act, 1976 PA 442, MCL 15.231 to 15.246.

(b) The open meetings act, 1976 PA 267, MCL 15.261 to 15.275.

(c) Annual audits of all financial records by the auditor general or his or her designee.

(d) All reports required by law to be submitted to the legislature.

(2) If the MEDC is unable for any reason to perform duties under this article, the fund may exercise those duties.

Sec. 19-1013. As a condition for receiving the appropriations in part 1, any staff of the Michigan economic development corporation involved in private fund-raising activities shall not be party to any decisions regarding the awarding of grants, incentives or tax abatements from the fund or the Michigan economic development corporation.

Sec. 19-1020. Federal pass-through funds to local institutions and governments that are received in amounts in addition to those included in part 1 and that do not require additional state matching funds are appropriated for the purposes intended. The fund may carry forward into the succeeding fiscal year unexpended federal pass-through funds to local institutions and governments that do not require additional state matching funds. The fund shall report the amount and source of the funds to the senate appropriation subcommittee on economic development, the house appropriation subcommittee on general government, the senate and house fiscal agencies, and the state budget office within 10 business days after receiving any additional pass-through funds.

Sec. 19-1024. From the funds appropriated in part 1 for business attraction and community revitalization, not less than \$20,000,000.00 shall be granted by the Michigan strategic fund board for the community revitalization program as authorized in chapter 8c of the Michigan strategic fund act, 1984 PA 270, MCL 125.2090 to 125.2090d.

Sec. 19-1031. The Michigan strategic fund shall report the allocation of appropriated funds from part 1 by board action on March 31, 2014 and September 30, 2014 to the senate and

1 house of representatives appropriations subcommittees on general government, the senate and
2 house fiscal agencies, and the state budget office.

3 Sec. 19-1032. (1) The Michigan film office shall report to the subcommittees and the
4 fiscal agencies on the status of the film incentives at the same time as it submits the
5 annual report required under section 455 of the Michigan business tax act, 2007 PA 36, MCL
6 208.1455. The department of treasury and the Michigan strategic fund shall provide the
7 Michigan film office with the data necessary to prepare the report. Incentives included in
8 the report shall include all of the following:

9 (a) The tax credit provided under section 455 of the Michigan business tax act, 2007
10 PA 36, MCL 208.1455.

11 (b) The tax credit provided under section 457 of the Michigan business tax act, 2007
12 PA 36, MCL 208.1457.

13 (c) The tax credit provided under section 459 of the Michigan business tax act, 2007
14 PA 36, MCL 208.1459.

15 (d) The amount of any tax credit claimed under former section 367 of the income tax
16 act of 1967, 1967 PA 281.

17 (e) Any tax credits provided for film and digital media production under the Michigan
18 economic growth authority act, 1995 PA 24, MCL 207.801 to 207.810.

19 (f) Loans to an eligible production company or film and digital media private equity
20 fund authorized under section 88d(3), (4), and (5) of the Michigan strategic fund act, 2005
21 PA 225, MCL 125.2088d.

22 (g) Any spending or activities supported by the appropriation in part 1 for film
23 incentives.

24 (2) The report shall include all of the following information:

25 (a) For each tax credit, the number of contracts signed, the projected expenditures
26 qualifying for the credit, and the estimated value of the credits. For loans, the number of
27 loans made under each section, the interest rate of those loans, the loan amount, the percent
28 of the projected budget of each production financed by those loans, and the estimated
29 interest earnings from the loan. For each film incentive awarded, including any program to
30 support and promote a qualified facility and other film infrastructure as defined in section
31 29h of the Michigan strategic fund act, 1984 PA 270, MCL 125.2029h, the total funding awarded
32 for each of the following:

1 (i) Direct production expenditures.

2 (ii) Michigan personnel expenditures.

3 (iii) Crew personnel expenditures.

4 (iv) Qualified personnel expenditures.

5 (v) Postproduction expenditures.

6 (vi) Qualified facility or infrastructure expenditures.

7 (vii) Spending for program administration.

8 (b) For credits authorized under section 455 of the Michigan business tax act, 2007 PA
9 36, MCL 208.1455, for productions completed by December 31, the expenditures of each
10 production eligible for the credit that has filed a request for certificate of completion
11 with the film office, broken down into expenditures for goods, services, or salaries and
12 wages and showing separately expenditures in each local unit of government, including
13 expenditures for personnel, whether or not they were made to a Michigan entity, and whether
14 or not they were taxable under the laws of this state. For loans, the report shall include
15 the number of loans that have been fully repaid, with principal and interest shown
16 separately, and the number of loans that are delinquent or in default, and the amount of
17 principal that is delinquent or is in default.

18 (c) For each of the tax credit incentives, loan incentives, and film incentives listed
19 in subsection (1), a breakdown for each project or production showing each of the following:

20 (i) The number of temporary jobs created.

21 (ii) The number of permanent jobs created.

22 (iii) The number of persons employed in Michigan as a result of the incentive, on a
23 full-time equated basis.

24 (3) For any information not included in the report due to the provisions of sections
25 455(6), 457(6), or 459(6) of the Michigan business tax act, 2007 PA 36, MCL 208.1455,
26 208.1457, and 208.1459, the report shall do all of the following:

27 (a) Indicate how the information would describe the commercial and financial
28 operations or intellectual property of the company.

29 (b) Attest that the information has not been publicly disseminated at any time.

30 (c) Describe how disclosure of the information may put the company at a competitive
31 disadvantage.

32 (4) Any information not disclosed due to the provisions of sections 455(6), 457(6), or

1 459(6) of the Michigan business tax act, 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459,
2 shall be presented at the lowest level of aggregation that would no longer describe the
3 commercial and financial operations or intellectual property of the company.

4 Sec. 19-1033. The Michigan film office shall report to the chairpersons of the senate
5 and house of representatives standing committees on appropriations subcommittees on general
6 government and the senate and house fiscal agencies on the status of the film incentives
7 approved under section 29h of the Michigan strategic fund act, 1984 PA 270, MCL 125.2029h,
8 not later than 30 days following the end of each quarter of the fiscal year. The report shall
9 include all of the following:

10 (a) Direct and indirect economic impacts in this state attributable to the assistance.

11 (b) Direct and indirect job creation in this state attributable to the assistance.

12 (c) Direct and indirect private investment in this state attributable to the
13 assistance.

14 (d) The name of each eligible production company and the amount of each incentive
15 disbursed for each state certified qualified production.

16 Sec. 19-1033b. For funds appropriated from the general fund/general purpose revenue
17 for the purpose of the Michigan strategic fund - film incentive program, the applicable
18 percentage of the state certified qualified production expenditures provided in section
19 29h(3)(d) of the Michigan strategic fund act, 1984 PA 270, MCL 125.2029h, shall be determined
20 based on the date of the agreement.

21 Sec. 19-1035. From the appropriation in part 1, the Michigan council for arts and
22 cultural affairs shall administer an arts and cultural grant program that maintains an
23 equitable geographic distribution of funding and utilizes past arts and cultural grant
24 programs as a guideline for administering this program. The council shall do all of the
25 following:

26 (a) On or before October 1, the fund shall publish proposed application criteria,
27 instructions, and forms for use by eligible applicants. The fund shall provide at least a 2-
28 week period for public comment before finalizing the application criteria, instructions, and
29 forms.

30 (b) A nonrefundable application fee may be assessed for each application. Application
31 fees shall be deposited in the council for the arts fund and are appropriated for expenses
32 necessary to administer the programs. These funds are available for expenditure when they are

1 received and may be carried forward to the following fiscal year.

2 (c) Grants are to be made to public and private arts and cultural entities.

3 (d) Within 1 business day after the award announcements, the council shall provide to
4 each member of the legislature and the fiscal agencies a list of all grant recipients and the
5 total award given to each recipient, sorted by county.

6 Sec. 19-1036. (1) The general fund/general purpose funds appropriated in part 1 to the
7 Michigan strategic fund for the programs listed below shall be transferred to the specific
8 funds designated by statute for those programs as follows:

9 (a) The business attraction and community revitalization funds shall be transferred to
10 the 21st century jobs trust fund per sec 90b(3) of the Michigan strategic fund act, 1984 PA
11 270, MCL 125.2090b.

12 (b) The film incentives program funds shall be transferred to the Michigan film
13 promotion fund established in the Michigan strategic fund act, 1984 PA 270, MCL 125.2029d.

14 (2) Funds transferred to the 21st century jobs trust fund or Michigan film promotion
15 fund under subsection (1) are appropriated and available for allocation as authorized in the
16 Michigan strategic fund act, 1984 PA 270, MCL 125.2001 to 125.2094.

17 Sec. 19-1037. (1) No long-term indebtedness shall be issued by the Michigan strategic
18 fund or funds expended from the appropriations in part 1 for facility for rare isotope beams
19 debt service until Michigan state university provides certification to the Michigan strategic
20 fund and the state budget director that all necessary approvals have been secured and federal
21 funds are available to commence construction of the facility for rare isotope beams project
22 from the United States department of energy.

23 (2) Bond proceeds may only be spent to reimburse costs incurred by Michigan state
24 university in the construction of the facility for rare isotope beams project up to an amount
25 not to exceed \$90,960,100.00. All construction costs for the project in excess of this amount
26 are the responsibility of Michigan state university. The Michigan strategic fund is not
27 responsible for operating costs of the project facility. Prior to reimbursement, the
28 Michigan strategic fund and Michigan state university shall enter into an agreement providing
29 for the terms of reimbursement, allowable costs, financial reporting, and any other
30 requirements necessary to complete the transaction.

31 (3) The state budget director retains the authority and fiduciary responsibility
32 normally associated with the maintenance of the public's financial and policy interests

1 relative to state-financed construction projects. The state budget director may take
2 appropriate action to protect the public's financial and policy interests, including, but not
3 limited to, rescinding subsection (2) reimbursement payments for construction of the facility
4 for rare isotope beams project should Michigan state university or the United States
5 department of energy not provide the necessary resources to complete the project. The state
6 budget director shall provide notification to the senate and house appropriations committees,
7 senate fiscal agency, house fiscal agency, and the Michigan strategic fund within 10 days of
8 exercising the authority under this subsection.

9 (4) The department of technology, management and budget may assist the Michigan
10 strategic fund with implementation of this program for purposes of administrative efficiency.

11 Sec. 19-1038. In addition to the amounts appropriated in part 1 for the administration
12 of the land bank fast track authority, the authority may expend revenues received under the
13 land bank fast track act, 2003 PA 258, MCL 124.751 to 124.774, for the purposes authorized by
14 the act including, but not limited to, the acquisition, lease, management, demolition,
15 maintenance, or rehabilitation of real or personal property, payment of debt service for
16 notes or bonds issued by the authority, and other expenses to clear or quiet title property
17 held by the authority.

18 Sec. 19-1050. (1) The fund shall publish the "activities classification structure data
19 book" for Michigan community colleges on or before March 1.

20 (2) The fund shall compile information received from community colleges on North
21 American Indian tuition waivers granted pursuant to 1976 PA 174, MCL 390.1251 to 390.1253,
22 and shall submit this compilation to the house and senate appropriations subcommittees on
23 community colleges, the fiscal agencies, and the state budget director by March 1.

24 (3) The fund shall compile information received from community colleges on the number
25 and types of associate degrees and other certificates awarded during the previous fiscal year
26 and shall submit this compilation to the house and senate appropriations subcommittees on
27 community colleges, the fiscal agencies, and the state budget director by March 1.

28 (4) The fund shall place the reports required in this section on a publicly available
29 website.

30 Sec. 19-1054. From the funds appropriated in part 1 for workforce programs
31 subgrantees, the fund may allocate funding for grants to nonprofit organizations that offer
32 programs to workforce investment act - eligible youth focusing on entrepreneurship, work-

1 readiness skills, job shadowing, and financial literacy. Organizations eligible for funding
2 under this section must have the capacity to provide similar programs in urban areas, as
3 determined by the United States bureau of the census according to the most recent federal
4 decennial census. Additionally, programs eligible for funding under this section must include
5 the participation of local business partners. The fund shall develop other appropriate
6 eligibility requirements to ensure compliance with applicable federal rules and regulations.

7 Sec. 19-1060. The fund shall administer the partnership, accountability, training,
8 hope (PATH) program in accordance with the requirements of section 407(d) of title IV of the
9 social security act, 42 USC 607, the state social welfare act, 1939 PA 280, MCL 400.1 to
10 400.119b, and all other applicable laws and regulations.

11 Sec. 19-1062. The fund shall make available, in person or by telephone, 1 disabled
12 veterans outreach program specialist or local veterans employment representative to Michigan
13 works! service centers, as resources permit, during hours of operation, and shall continue to
14 make the appropriate placement of veterans and disabled veterans a priority.

15 Sec. 19-1063. In addition to the funds appropriated in part 1, any unencumbered and
16 unrestricted federal workforce investment act or trade adjustment assistance funds available
17 from prior fiscal years are appropriated for the purposes originally intended.

18 Sec. 19-1068. (1) Of the funds appropriated in part 1 for the workforce training
19 programs, the fund shall provide a report by February 1 to the senate and house of
20 representatives standing committees on appropriations subcommittees on general government,
21 the state budget director, and the fiscal agencies on the status of the workforce training
22 programs. The report shall include the following:

23 (a) The amount of funding allocated to each Michigan works! agency and the total
24 funding allocated to the workforce training programs statewide by fund source.

25 (b) The number of participants enrolled in education or training programs by each
26 Michigan works! agency.

27 (c) The average duration of training for training program participants by each
28 Michigan works! agency.

29 (d) The number of participants enrolled in remedial education programs and the number
30 of participants enrolled in literacy programs.

31 (e) The number of participants enrolled in programs at 2-year institutions.

32 (f) The number of participants enrolled in 4-year institutions.

1 (g) The number of participants enrolled in proprietary schools or other technical
2 training programs.

3 (h) The number of participants that have completed education or training programs.

4 (i) The number of participants who secured employment in Michigan within 1 year of
5 completing a training program.

6 (j) The number of participants who completed a training program and secured employment
7 in a field related to their training.

8 (k) The average wage earned by participants who completed a training program and
9 secured employment within 1 year.

10 (2) Data collection for the report shall be for the period October 1, 2012 through
11 September 30, 2013.

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14 **Article 20**

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16 **MISCELLANEOUS**
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29 PART 1

30 PROVISIONS CONCERNING APPROPRIATIONS

31 Sec. 20-101. The appropriations in this bill are subject to the following provisions
32 concerning appropriations for the fiscal year ending September 30, 2014:

1 GENERAL SECTIONS

2 Sec. 20-201. (1) Pursuant to section 30 of article IX of the state constitution of
3 1963, total state spending from state sources for fiscal year 2013-2014 is estimated at
4 \$16,330,392,100.00 in the 2013-2014 appropriations bills and total state spending from state
5 sources paid to local units of government for fiscal year 2013-2014 is estimated at
6 \$4,123,415,000.00. The state-local proportion is estimated at 53.5% of total state spending
7 from state resources.

8 (2) If payments to local units of government and state spending from state sources for
9 fiscal year 2013-2014 are different than the amounts estimated in subsection (2), the state
10 budget director shall report the payments to local units of government and state spending
11 from state sources that were made for fiscal year 2013-2014 to the senate and house of
12 representatives standing committees on appropriations within 30 days after the final book-
13 closing for fiscal year 2013-2014.

14 Sec. 20-202. The appropriations authorized under this bill are subject to the
15 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

16 Sec. 20-203. The departments and agencies receiving appropriations in part 1 shall use
17 the Internet to fulfill the reporting requirements of this act. This requirement may include
18 transmission of reports via electronic mail to the recipients identified for each reporting
19 requirement, or it may include placement of reports on an Internet or Intranet site.

20 Sec. 20-207. (1) Pursuant to section 352 of the management and budget act, 1984 PA
21 431, MCL 18.1352, which provides for a transfer of state general fund revenue into or out of
22 the countercyclical budget and economic stabilization fund, the calculations required by
23 section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, is determined as
24 follows:

	<u>2012</u>	<u>2013</u>	<u>2014</u>
25 Michigan personal income (millions)	\$370,329	\$379,958	\$396,296
26 less: transfer payments	<u>83,442</u>	<u>86,279</u>	<u>91,283</u>
27 Subtotal	\$286,887	\$293,679	\$305,013
28 Divided by: Detroit Consumer Price			
29 Index for 12 months ending June 30	2.144	2.178	2.217
30 Equals: real adjusted Michigan			
31 Personal income	\$133,809	\$134,811	\$137,579
32			

1	Percentage change	N/A	0.7%	2.1%
2	Growth rate in excess of 2%?	N/A	NO	N/A
3	Equals: countercyclical budget and			
4	economic stabilization fund pay-in			
5	calculation for the fiscal year ending			
6	September 30, 2014 (millions)	N/A	\$0.0	N/A
7	Growth rate less than 0%?	N/A	N/A	NO
8	Equals: countercyclical budget and			
9	economic stabilization fund pay-out			
10	calculation for the fiscal year ending			
11	September 30, 2014 (millions)	N/A	N/A	\$0.0

12 (2) Notwithstanding subsection (1), there is appropriated for the fiscal year ending
13 September 30, 2014, from general fund/general purpose revenue for deposit into the
14 countercyclical budget and economic stabilization fund the sum of \$75,000,000.00.

15 Sec. 20-208. There is appropriated for the fiscal year ending September 30, 2014, from
16 general fund/general purpose revenue for deposit into the Michigan health savings fund the
17 sum of \$103,000,000.00

18

19 REVENUE STATEMENT

20 Sec. 20-301. Pursuant to section 18 of article V of the state constitution of 1963,
21 fund balances and estimates are presented in the following statement:

22 BUDGET RECOMMENDATIONS BY OPERATING FUNDS

23 (Amounts in millions)

24 Fiscal Year 2013-2014

25

26		Beginning		
27		Available	Estimated	Ending
28	<u>Fund</u>	<u>Balance</u>	<u>Revenue</u>	<u>Balance</u>

29 OPERATING FUNDS

30	General fund/general purpose	0110	278.4	8,973.8	15.7
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31	General fund/special purpose		1,007.0	24,628.1	193.5
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32 Special Revenue Funds:

1			Beginning		
2			Available	Estimated	Ending
3		<u>Fund</u>	<u>Balance</u>	<u>Revenue</u>	<u>Balance</u>
4	Countercyclical budget and				
5	economic stabilization	0111	505.8	0.7	506.5
6	Game and fish protection	0112	5.9	65.5	6.1
7	Michigan employment security act				
8	administration	0113	0.0	5.5	0.0
9	State aeronautics	0114	2.2	102.5	0.0
10	Michigan veterans' benefit trust	0115	3.3	5.9	3.3
11	State trunkline	0116	0.0	1,855.0	0.0
12	Michigan state waterways	0117	4.3	26.5	4.4
13	Blue Water Bridge	0118	0.0	24.4	0.0
14	Michigan transportation	0119	0.0	1,882.5	0.0
15	Comprehensive transportation	0120	14.0	428.6	1.9
16	School aid	0122	0.0	13,426.9	0.0
17	Game and fish protection trust	0124	0.0	8.6	0.0
18	State park improvement	0125	2.0	53.6	3.2
19	Forest development	0126	0.0	29.2	0.0
20	Michigan natural resources trust	0129	24.2	25.6	24.2
21	Michigan state parks endowment	0130	7.7	48.2	7.5
22	Safety education and training	0131	6.2	9.4	5.1
23	Bottle deposit	0136	14.6	14.1	6.0
24	State construction code	0138	13.1	10.3	3.8
25	Children's trust	0139	1.1	2.1	1.1
26	State casino gaming	0140	8.0	38.3	2.6
27	Michigan nongame fish and wildlife	0143	0.1	0.5	0.1
28	Michigan merit award trust	0154	62.0	118.7	62.4
29	Outdoor recreation legacy	0162	0.6	3.0	0.6
30	Off-road vehicle account	0163	1.1	3.3	1.1
31	Snowmobile account	0164	3.9	10.8	3.8
32	Silicosis dust disease and logging	0870	1.6	1.3	1.6

1			Beginning		
2			Available	Estimated	Ending
3		<u>Fund</u>	<u>Balance</u>	<u>Revenue</u>	<u>Balance</u>
4	Utility consumer representation	0893	2.1	0.5	1.7
5	TOTALS		\$1,968.8	\$51,803.4	\$856.2